## **Appendix F**

Transcript
of June 14, 2006
Testimony Hearing
before the
Water Board

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1	CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD
2	OAKLAND, CALIFORNIA
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7	EXCERPT OF PROCEEDINGS
8	ITEM 10:
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10	Proposed Amendment to the Water Quality Control Plan
11	(Basin Plan) for the San Francisco Bay Region to
12	Establish New Water Quality Objectives and a Revised
13	Total Maximum Daily Load (TMDL) and Implementation Plan
14	for Mercury in San Francisco Bay
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16	TIME 14 2006
17	JUNE 14, 2006
18	LOCATION:
	1515 CLAY STREET, SUITE 1400
19	OAKLAND, CALIFORNIA
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24	Transcription By:
25	HOUSE OF SCRIBES Stockton, California (209) 478-8017

CHAIRMAN MULLER: Okay, first call here. We have to wait just a couple of minutes until our leadership is back here. We have a -- okay, we have quite a number of cards, so we'll get started.

I just want to -- and all of you are veteran presenters here, so you know what's going on. Just try to keep it as brief as possible; keep the information -- if there's some new and exciting, you can specifically let us know on that. Otherwise, we'll go ahead and -- Dyan, are we ready, or no? Okay, so we're not ready. That's all right.

Well, maybe at the beginning we can disclose if we have any ex parte communications at this time? Is that correct, Yuri? How would you like us to handle it?

MS. WON: That would be good. And just to clarify, in a rulemaking context such as this, ex parte communications are not prohibited. That said, that

doesn't mean the Board has to have these communications, but if the Board chooses to have these communications, the rules require that the communication be disclosed on the record; with whom the communication occurred and approximately when. Sorry.

CHAIRMAN MULLER: That's not your problem, it's the system's problem.

MS. WON: Anyway, going on. In addition to that we also have to allow the public to comment on those communications. And the reasons are twofold. Number one, we want to make sure the Board's decision is based on the record. And number two, we want to ensure a fair and transparent process.

So with that, if the Board members had any ex parte communications they've had, it would be good for them to disclose them now and give the public an opportunity to respond.

CHAIRMAN MULLER: Okay.

response.

MR. ELIAHU: Mr. Chair, I had that summary letter from Baykeeper, and were asked to meet to discuss the issue of TMDL, Mercury TMDL. And I declined to meet.

MS. BRUCE: Yeah, Baykeeper sent me an e-mail transmission, and unfortunately, just due to my schedule I was not able to reply or to read their attachment. But just wanted to disclose that that communication had been made. And while I appreciate their outreach, my schedule prohibited a suitable

MR. WOLFF: And I did meet with Baykeeper and with Clean Water Action, and went over the tentative -- whatever we're calling it, draft TMDL revision. And they raised, I think, five or six points on it; all of which are contained in their formal comment letter. So the

1 substance of the conversation was about their comment 2 letter. 3 4 I do have a question for legal counsel. I just want to 5 б be clear. Did you tell any Board member that they 7 could not, or should not as a legal matter, meet with 8 Baykeeper? 9 10 11 MS. WON: No, I did not. 12 13 MR. WOLFF: Okay, thank you. 14 15 16 MR. ELIAHU: Well, I spoke with Yuri. And she told me, 17 no, I can meet. Just declare that I had the meeting. 18 But I decided not to meet. 19 20 21 CHAIRMAN MULLER: And it was recommended to me not to 22 meet. It was my decision, but I believe the wording 23 was -- they encouraged us, I think. Right, Bruce? 24 They encouraged us not to at that time? 25

MR. WOLFE: Well, my --

not sure exactly on dates.

MR. WOLFE: Right. And as we say, the idea on these types of items is that we can meet, but have to disclose that. I think in talking with you, a couple of you in the last couple of weeks, I said this is on the June Board meeting. I'd suggest that you hear what's presented at the June Board meeting, and then determine whether you want to meet.

CHAIRMAN MULLER: And this was sometime back, and I'm

MR. WOLFF: So, I'm sorry, just to clarify.

CHAIRMAN MULLER: Go ahead.

MR. WOLFF: So your recommendation to a couple of Board members was that they not meet prior to this meeting, but then -- or meet subsequent to the meeting?

MR. WOLFE: Well, that this is the material we are going to hear today. Hear everything today and then meet to further clarify. MR. WOLFF: I understand. I'm just trying to find out how the communication occurred, because there seems to be a belief that, you know, people were told they couldn't meet. That's apparently incorrect. MR. WOLFE: No, and that's something --MR. WOLFF: But something different did take place, which was a recommendation maybe to delay meeting until after the hearing. MR. WOLFE: Yeah. MR. WOLFF: That seems to be what took place. Okay.

MR. WOLFE: I'd also, as part of this discussion, since many of the comments seem to be focused on an e-mail which the Board member received in response, knowing that this e-mail had come out -- one of the items in the e-mail is indeed a letter that Baykeeper had submitted to us during the public comment period, which is -- was dutifully done in the public comment period, including the package. One item they included in the e-mail was a one-page summary that was not part of the letter submitted to us.

So as part of that, we made copies of that for everybody. And it is a one-pager that we've put out on the table out front. And that's available now to everybody, should they want to see it.

CHAIRMAN MULLER: Along that line -- Clifford, go ahead.

MR. WALDECK: I was just going to -- the Mercury TMDL is probably one of the most important things that we'll

1 ever do. And when we went through it the last time, we 2 3 5 6 7 8

got blindsided on so many fronts that I just wanted to make sure, going forward on this second round, that I just wanted to get some more information going into this here. Because there's a very -- it was a difficult hearing the last time, it was difficult being publicly chastised by EPA. And it got send to the State Board, it got remanded back to us.

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I think the Staff did a fantastic job the time beforehand, but the remand did occur. And so I took very to heart my responsibility of moving forward; that since Baykeeper and NRDC had said, 'we submitted these comments in, we wanted to go over them with you,' that I met with Baykeeper and NRDC to discuss these things.

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I memorialized those comments as well as condoms -- I mean, condoms -- comments from people that I'd ran into around Mill Valley as well, into an e-mail to Staff. And when I got a call from Kevin Buchan of WSPA, I had

a conversation with him as well. And I shared in the comments that I shared with Staff, and so that's -- so I kind of wanted to have full disclosure of some of the homework I'd done before the meeting. Because I really want us to get this right, and I want to -- and so that's why, you know, I had these ex parte communications. And I hope it helped move the process forward here.

MS. WON: Thank you, Mr. Waldeck. But can you specify what you talked about, so that persons can respond?

MR. WALDECK: I talked about what was outlined in the Baykeeper letter that was sent in to Staff. That is part of their report here. And with Kevin Buchan of WSPA, I talked about what those concerns were that were in the -- you know, I told Kevin that I spoke with the Baykeeper and the NRDC folks, as to these are some of the concerns that, you know, that had been voiced by them.

Because when things just show up directly at the meeting, there's no time for people to react. And when I chaired the meeting when EPA chastised us for our Mercury TMDL the last time, this is when I knew that when this hearing came up again that, you know, extra homework had to be done as a Board member here. And that's why I am grateful that these people took the time to sit down with me to explain things, and where they were at there. And that's true with Baykeeper and with NRDC and with WSPA.

CHAIRMAN MULLER: Okay. Kristina, anybody else?

MS. BROUHARD: Just the same, I got an e-mail from Baykeeper. And I believe it was made available for the summary.

CHAIRMAN MULLER: Ms. Deluca?

MS. DELUCA: I did not receive a letter, and I honestly have no recollection of the e-mail. In any case, I did not respond.

CHAIRMAN MULLER: Along that line with the e-mail world of technology, I tried to open it and I goofed it up, or something happened. So what's the call on that? If we have it in the computer and were not able to retrieve it, would you give us a little clarification quickly?

MS. WON: If you did not read the substance of the e-mail, it's -- you know, it's not tested at this time communication that you necessarily had, because you'd didn't get anything substantive from the e-mail.

CHAIRMAN MULLER: So if we go to court, we can just send our wife.

MS. WON: Sure.

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CHAIRMAN MULLER: Her fault. No, it was my fault; I apologize. I was planning on meeting, to be honest with you, with Baykeeper at one point. But it was time commitments in planting, and travel with Baykeepers and things like that. So I did not have a communication.

Okay, so I think we're all up to speed here now. Did we give the public a chance to comment, if anyone wants to comment?

MR. WOLFE: Yeah, I think that's -- that closes, or that gives us the opportunity to close the loop. Because, as everybody's noted, this is significant that the Board did take action on this item in September 2004. And it was remanded by State Board. We are proposing to address the components of that remand. We recognize the process issues here, that all comments we must respond to. So we want to definitely get all comments out on the table so we can respond, and ideally make sure that this time around this is something that we

can all support and take to the State Board and EPA, and ideally get on with the implementation of it. With that, I'd -- we've got another tag-team б presentation here, so Tom is going to lead off and then Carrie Austin will join him. CHAIRMAN MULLER: So, excuse me. So we have no one from the public that's going to comment on this at this point? MR. WOLFE: No. After our presentation --CHAIRMAN MULLER: Oh, they still can. MR. WOLFE: Then in terms of commenting on ex parte communications, I'd recommend that any public who wants to comment on that, include that in their comments to

you.

CHAIRMAN MULLER: Okay, understand. And also, there will be no action taken today, is that correct?

MR. WOLFE: Correct. This is purely to --

CHAIRMAN MULLER: This is strictly information.

MR. WOLFE: -- get all comments in, and then we'll need to respond. We'll give the initial flavor of our response.

CHAIRMAN MULLER: Great. Thank you, Tom, for your patience.

MR. MUMLEY: Oh, certainly. For the record, I am Tom Mumley, and I head the Planning and TMDL Division here at the Board. And I'm pleased to have this opportunity to make this presentation to you, Board. And I'm particularly pleased to see Board Member Deluca. I've missed you, and welcome back. We all, as Staff,

appreciated your wise and key input to our items. So, thank you for being here and listening to us again.

No, you were here before.

Before I start, though, Carrie Austin, who has been the Staff Lead on preparing this item, will get some recognition by coming up here. I wanted to just recognize that I'm only the leader of the pack. The work has really been done by a key team of people, including Dyan Whyte, Janet Cox, Richard Looker and I can't ignore Bill Johnson, who's no longer in our team. But he put a lot of heart and soul into our efforts earlier, and we still are benefiting from the efforts of Khalil Abu-Saba put into the foundation of this when -- you know, going back and -- actually, I just noticed, Khalil's actually here. So, thank you all, You're all part of what we're going to present team. here.

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So what we're going to present to you today is background, pretty much why we are here. And then Carrie's going to give you -- I'll give you that. Carrie's going to give you an overview of the Basin Plan Amendment, the new Water Quality Objectives and the specific revisions to the TMDL and Implementation Plan we're proposing. And then I'll wrap up with a brief overview, summary of comments received and initial reflections on a couple of those comments.

To start it off, I think the first thing, though, we have to just reflect on what this is all about. And this is all about the fact that due to high levels of mercury in fish in the Bay and other organisms, the Bay doesn't fully support its beneficial uses. There is a consumption advisory on fish in the Bay, about consuming fish by humans in the Bay. There are concerns with bird egg hatch failures due to excessive mercury, and unfortunately one of the birds that's affected by this is a rare and endangered species, the

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least tern. So there's truly reason to be concerned about mercury in the Bay.

And this next graph just sort of illustrates the issue regarding consumption of fish by humans. circles reflect the median concentrations measured in the most commonly consumed fish from the Bay. And also, the green line is reflecting of the target, the level that we were proposing to be considered to be safe for consumption of fish, on average as .2 parts per million. So levels of fish in the Bay, in terms of parts per million in these various fish.

The striped bass, unfortunately, which is commonly consumed, shows the highest. And if you will, this is our poster fish for this effort. Because this got our attention early on, and we designed the TMDL to bring this circle down to this line. So that's sort of -that's the bottom line, if you will.

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So to provide some historical perspective on why we're here, first, I just want to remind you this Board acted in September of 2004 to establish a -- approving a Basin Plan Amendment establishes a TMDL and Implementation Plan to address mercury concern. And we consider that effort, that action resulted in a comprehensive approach to solve what is indeed a complex problem.

In fact, we had the first hearing leading towards that action in September 2004 and June of 2004. So two years ago, we were before you presenting the first hearing for that action.

Subsequent to that action, after a series of three public hearings, which Chairman Muller is directly familiar with because he was present, the State Board voted in September of 2005 to remand the Basin Plan Amendment back to this Board for further consideration

So a brief overview of what the remand called for, it's

rather than approving it. And I'll give you a brief

We then prepared a proposed approach to respond to the

remand that we presented to you in November 2005, and

efficient and timely manner to the remand order; while

distract from implementing the measures that we deemed

And then subsequent to the November workshop that we

had with you, we had a public workshop in January in

this room, where we presented our approach to the

public at what's called a CEQA scoping meeting to

solicit input on the scope of this effort.

at the same time minimizing expenditures that would

our approach was designed to be responsive in an

necessary to really solve the mercury problem.

overview of what the remand issues are.

summarized in a series of points. One, there were

concerns raised as to whether the waste load

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allocations established by this TMDL reflect the best pollution prevention and treatment controls available. There was also a call to require methyl mercury monitoring in NPDES permits. It also called for clarifying that the TMDL Implementation Plan is consistent with our long-term management strategy for managing dredge material disposal in the Bay. It also called for an inventory and setting of priorities for addressing legacy sources. By legacy sources, we mean abandoned mines and hot spots in the Bay.

There were questions regarding clarifying and revising the wildlife target as previously proposed. And this was -- this last issue was the big issue that was already alluded to by Board Member Waldeck, is that EPA had expressed explicit concerns that it would not be able to approve the TMDL because it determined that it wouldn't implement what was recognized as an outdated but still applicable water quality objective.

So we debated that it would, they asserted it wouldn't.
We are now -- the remand told us to fix this. And I'm
glad to say, we have.

So the bottom line is, consistent with the approach that we presented to you in November, we prepared a Basin Plan Amendment that establishes new Water Quality Objectives to resolve the targets and objectives issues, and made other proposed revisions to the previously adopted TMDL and Implementation Plan.

And I guess I also want to emphasize that there are other actions that we are implementing in response to the remand that are not reflected in what was public noticed for consideration by the public. I want to specifically say that in February we public noticed the proposed Basin Plan Amendment changes, and solicited the limited comments to these changes. And those changes are, specifically, the new Water Quality

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Objectives and some revisions to the TMDL and Implementation Plan.

Carrie Austin is going to give you an overview of what those changes are.

CHAIRMAN MULLER: Thank you, Tom.

MS. AUSTIN: Good morning, Chairman Muller and Members of the Board. I'm Carrie Austin, an Engineer working on Mercury. Prior to coming to the Water Board, I felt obligated to fulfill what I saw as my civic responsibilities as serving on local community boards. So it's very unusual for me to be on this side of the I'm much more used to being up there, and podium. considering Robert's Rules of Order and other things.

So this is my first time to make a presentation as Staff, and just my luck to have it be the San Francisco

Bay Mercury TMDL. So this morning I'm going to present our key responses to the remand.

EPA's prime concern was with our Water Quality
Objectives. This is true not only for the San Francisco
Bay Mercury TMDL but for several of the other TMDLs.
To resolve this concern, we have new fish tissue Water
Quality Objectives proposed to you for San Francisco
Bay, and in the future we will establish new fish
tissue mercury objectives with each Mercury TMDL. We
propose a few changes to the TMDL and Implementation
Plan that you approved in 2004.

Lastly, there are a couple of actions being taken outside the basin planning process itself. So here on the right you can see the three Water Quality

Objectives that apply in San Francisco Bay. The first two, the 4-day and the one-hour average objectives are in our Basin Plan. And the third one is applicable to south of Dumbarton, just in the South Bay.

1 This is what we plan. We plan to change, that is, to 2 3 4 5 6 7

vacate the 4-day average number for this and other Mercury TMDLs. This objective is outdated. It's based on 20-year-old science, which prescribed an objective for the water column based on one part per million mercury in fish, which is too high. It's not protective.

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We propose to replace the 4-day average objective with two separate fish tissue Water Quality Objectives to protect human health and aquatic organisms and wildlife. Here's a simple diagram of mercury bioaccumulation from prey fish. Let's see -- I don't get a pointer up here with this mouse. Oh, there it is -- from prey fish, and you can see that goes up into birds and their eggs. And also from prey fish up into the large predator fish and then into humans.

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We are proposing new Water Quality Objectives for San Francisco Bay, shown here in the bold text. We

recommend these objectives in fish tissue because it best represents the risk for mercury, and because it is directly measurable in fish. The TMDL you previously adopted will attain these objectives. In other words, there are no additional implementation actions required to attain these objectives.

Starting at the top with predator fish, we relied on the U.S. EPA methodology to calculate the objective to protect human health. Their national default number is .03 part per million in larger fish which humans consume. EPA recommends adjusting this for local fish consumption, which results in our proposed objective, as you can see here on this slide, of .02 part per million mercury. That's actually a striped bass.

Moving down to prey fish, similar to protecting human health, to protect wildlife we relied on the U.S. Fish and Wildlife Service methodology for wildlife, which results in our proposed objective of .03 part per

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million mercury and prey fish. Now let's see how these objectives are used in the TMDL.

In fact, the TMDL was already consistent with Water Quality Objectives. However, we have slightly modified the TMDL Water Quality Targets for clarity and for consistency with the new wildlife objective.

Modifications are shown in yellow text here. The human health target is clarified. It will be measured in medium length striped bass, a commonly consumed Bay fish which is prized by anglers.

Our target for prey fish is calculated to protect wildlife. The prey fish target offers the same amount of protection as the bird egg target of less than a half a part per million mercury.

In this revision we have made the prey fish target the official target in the TMDL. But we have retained the bird egg target as a monitoring target. The sediment

target is unchanged. We used it to set allocations from which we determined we needed overall about a 40 percent reduction of mercury. But I'm getting ahead of myself. Let's talk about sources and take a look at those first.

So here's a chart that shows our sources and our loads. So our source categories are the text, and the brown bars on the graphs are the loads. So starting the left here with bed erosion, that is what we estimate to be our biggest load of mercury in San Francisco Bay.

So bed erosion is erosion of the Bay floor, and the buried layers of sediment from long ago. Mercury deposit in the Bay during historic mining activities is now being either eroded and moved up into the water column and eventually out of the Bay, or it is being covered by cleaner sediment.

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The Central Valley watershed still discharges large quantities of mercury to the Bay from legacy mine Urban runoff appears to carry substantial quantities of mercury to San Francisco Bay. Some of this load is from atmospheric deposition to the land surface, which is later transported in storm water to the Bay, and from residential, commercial and industrial sources such as broken fluorescent light bulbs.

includes the historic New Almaden mercury mine, continues to discharge large quantities of mercury from legacy mine sources. Atmospheric deposition, road runoff and waste water together account for about five percent of the load. Dredging and disposal operations represent a net mercury loss. So I don't show loads,

The Guadalupe River watershed in San Jose, which

and the allocation is zero.

1 The source categories have not changed. These are the 2 same source categories for which you established load 3 allocations when you adopted this TMDL in 2004. We 4 propose two minor changes to the load calculations. 5

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First, we corrected the waste water load from 20 to 18 10 11 kilograms per year. That's from the brown down to the 12 orange bars. And second, we have rounded all loads and 13 allocations to two significant figures. We also have a 14 revised allocation for waste water called out in bright 15 16 green. 17 beginning on the left with bed erosion. On the main

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bars.

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The allocation to Central Valley is to attain the .2 part per million sediment target, which Central Valley

figure on this graph, the loads are shown in brown and

the allocations in green. So let's look at those green

But first, let me run through the allocations

Our minor changes to the load calculations are shown in

the inset in the upper right.

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sediment concentrations are fairly close to attaining. Therefore, their allocation is a bit larger than the allocation to bed erosion. Urban runoff is expected to achieve about a 50 percent reduction. The allocation to the Guadalupe River watershed, like the allocation to the Central Valley, is to attain the .2 part per million sediment target.

The allocation to atmospheric deposition and rural runoff are their current loads. We have a revised allocation for waste water, which I'll go into in more detail in a minute. But first, let me remind you that it's the sum of the allocations. Actually, the TMDL you previously approved of 705 kilograms per year, which is the key to attaining water quality standards. That is, San Francisco Bay safe and fishable for humans and wildlife.

But, really, it's waste water that was the focus of the remand. As you can see on the chart inset on the upper

right, from the green to the bright green bars, we propose about a 33 percent reduction in this load from 18 down to 12 kilograms per year. Let me explain how we revised the waste load allocation.

So here you can see the revised waste water allocation, starting at the top. The total load is about 18 kilograms per year. In response to the State Board, we're now proposing to reduce the waste water waste load allocations by up to 40 percent. The waste water category includes municipal and industrial facilities.

On the left, you can see the municipal load of 17 kilograms per year, which we're proposing to reduce to 11 kilograms per year. We looked at the municipal category, and for those dischargers discharging less than .1 kilogram per year, we propose no reduction. Plants providing the greatest level of treatment are called advanced treatment plants. And we propose a 20 percent reduction for them.

Most plants provide secondary treatment, for which we propose a 40 percent reduction.

We anticipate that the first 20 percent reduction will be obtained by additional pollution prevention activities, and the second 20 percent reduction will come from the forthcoming pollutant offset policy, and anticipated treatment improvements over the next 20 years with multiple pollutant benefits.

The 40 percent reduction increases the margin of safety, given uncertainties in the bioavailability of mercury and waste water discharges. In the center and the right boxes, we see that the industrial load is just under a kilogram per year from the refineries and just under half a kilogram per year from industry.

We do not propose a decrease in the waste load allocation to industry at this time, but it's contingent. It's contingent on performance evaluation

to confirm they have better than average treatment plant performance. Like before, the Basin Plan Amendment contains three tables of individual waste load allocations for municipal, refinery and industry. When summed, the individual waste load allocations equal these aggregate waste load allocations I've just described.

So here are our revised loads and allocations. The reduction of waste water is shown in bright green. We propose about a 33 percent reduction to the waste water category, which brings the grand total of allocations down by six kilograms to 700 kilograms per year. Next, let's look at implementation and waste water in more detail.

The TMDL Implementation Plan provides 20 years to attain the allocations. But the Implementation Plan is not merely to attain the allocations for each source category. Most source categories have several action

items. So let's take a look at a few examples of implementation.

The Central Valley Water Board has already adopted two Mercury TMDLs and is in the process of developing the Sacramento/San Joaquin Delta Mercury TMDL. I will turn my attention back to the Guadalupe Mercury TMDL as soon as I finish with the Bay Mercury TMDL.

Urban runoff has a comprehensive Implementation Plan.

The implementation plans for urban runoff and waste water are similar in scope. Let's look at waste water in more detail.

We propose to implement waste load allocations with both numeric and narrative effluent limitations. The numeric requirements for waste water sources include individual mass limits which are equal to their individual waste load allocations, and enforcement on individual plants only if the aggregate mass limit is

exceeded. Narrative requirements for waste water sources are numerous. Implement effective pollution prevention, monitor methyl mercury and discharges, conduct studies on local effects and (inaudible) and transport do not exceed either performance-based mass, and we've crossed that out -- we're making this more stringent -- or concentration triggers. If so, report on cause and consider remedies. Implement risk reduction programs.

So now I'm going to talk a little bit more about risk reduction. The Basin Plan Amendment includes changes to solidify commitment by agencies and dischargers to reduce risk. The Clean Estuary Partnership has a risk reduction work team consisting of a multi-disciplinary panel of experts convened to write an action strategy.

Some of our responses to the remand are outside of the basin planning process. The State Board is taking the lead on the pollutant offset policy, and that effort is

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underway. Here in the Bay Region work is underway to inventory and prioritize mine sites. There are eight mine sites which drain to San Francisco Bay, and we will bring a report to you soon on these. And we will also soon be reporting to you on the Bay margin hot spots.

So in summary, the remand had 13 action items. Two items on this list, seven and eight, are underway outside the basin planning process. The remaining 11 items will be completed by adoption of this TMDL. I'll turn over the podium now to Dr. Mumley, who will review the comment letters with you.

MR. MUMLEY: Thank you, Carrie. As noted in our package we received, I believe, 11 comment letters from multiple parties reflected here. And pardon my excessive use of acronyms, which I tend to try to avoid. Fortunately, I think most of these are probably known. But BACWA is Bay Area Clean Water Agencies,

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East Bay MUD is East Bay Municipal Utility District, WSPA is the Western States Petroleum Association, BASMAA is the Bay Area Stormwater Management Agencies Association, and U.S. EPA, I forget. No, it's the United States Environmental Protection Agency. And I shouldn't slight U.S. EPA because I want to first call attention to their comment and recognize, and if you will, celebrate that their comments provide support for all components of the Basin Plan Amendment, specifically the new Water Quality Objectives may be realized through our TMDL.

And in particular, Mrs. Deluca, this was the -- the objectives was the issue that we are confronted with that I know troubled you back in 2004. And again, we're here to celebrate that that issue no longer exists. And we're very encouraged by this. And we've had good support by EPA in the development of these objectives. So, thank you EPA.

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We've got comments from dischargers that I would say call it some conditional support, with some reservations for the new Water Quality Objectives.

Water Quality Objectives always cause concern by dischargers, and it's not surprising that some concerns are being expressed. We have conditional support for the revised, more stringent waste load allocation and associated implementation mechanisms. The key condition is that it be contingent on a pollutant offset policy be established by the State Board. And I'll talk to that briefly later.

The particular concerns raised by many dischargers have to do more with the regulatory analysis in our package that's called for by the Water Code when establishing Water Quality Objectives, or otherwise to meet CEQA requirements; specifically the breadth and content of our economic and environmental impact analysis.

Certainly we take those comments seriously, and we'll give them thorough consideration.

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They also expressed some concerns regarding the specifics of the risk reduction requirements, the scope and how they may be required, and I'll briefly touch on those again later. The Baykeeper, Clean Water Action and Natural Resources Defense Council submitted one letter expressing their concerns in one body. They do provide some support for some key elements: the revised waste water, waste load allocations, the expanded pollution prevention requirements, the requirement for methyl mercury monitoring, and the proposed additions to the risk reduction language that we present.

That is countered by they do have -- they would like to see additional requirements, more specific requirements for individual dischargers, expressed that we don't present in our package. They also expressed concern about the reliance on pollutant offsets, and I'll reflect on that later. But probably the most critical comments from them have to do with our proposed approach to implement individual waste load allocations

as effluent limitations, or how they will be implemented as effluent limitations and their enforceability. And I'll explain that in a little bit more detail in a second.

I just want to reflect on some other comments that were received from this group. They reflect issues that we consider beyond the scope of the remand, particularly beyond the scope of the remand in terms of having to amend the Basin Plan Amendment to resolve them. These involve further investigations of mercury and crude oil process in the Bay, and further analysis of air sources, that air source is really a subset of the bullet regarding additional requirements for urban runoff programs.

They ask us to consider revisions to existing requirements and add new requirements to the urban runoff section of the Implementation Plan. That is truly beyond the scope of what was called out in the

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remand. And I just call it to your attention for context when you consider these comments. They also requested that we expand existing basin planning text to reflect what we're doing in terms of addressing legacy sources.

And our initial reflection on this is all these issues are being resolved through implementation actions that are already underway. And changing the Basin Plan is not necessarily going to change that. The best way to resolve them is through our implementation of various actions that will resolve these issues.

I want to reflect on concerns raised by the Baykeeper, et al, regarding the waste water, waste load allocations and how they would be implemented. I just want to emphasize that our implementation scheme reflects a combination of numeric and narrative effluent limitations. And this combination is

consistent with what was established by this Board in 2004, but they're now more stringent.

And the last part here is that we do present a mechanism by which the individual waste load allocations would be implemented or enforced as individual effluent limitations, but only when certain conditions are met. And that is when the total waste water allocations for the fourth category is exceeded. And I need to emphasize the last two bullets in the context.

First of all, this is consistent with the existing regulations that state "water quality based effluent limitations and NPDES permits must be consistent with applicable waste load allocations." And the way we crafted our implementation scheme is indeed consistent with how those waste load allocations were crafted.

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If they were to be implemented as directly enforceable individual limits, they would have to be recrafted.

Because they were not designed to be implemented that way, and we would have to take into consideration numerous factors in terms of system variability. You have to account for various uncertainties if you're going to make an effluent limit prescriptive. The way we would implement it prescriptively would be in the context of the whole.

And also keep in mind that this is total mercury, not methyl mercury. Methyl mercury is the form of mercury that we're most concerned about, and it's the form that bioaccumulates. So in addition to these explicit controls on total mercury that's reflected in our waste load allocation, we have other controls, albeit narrative, that reflect dealing with the methyl mercury aspect of things. So we have added assurance to our package.

So maybe I'm trying to emphasize from a science perspective, this approach makes sense in terms of how we implement the total mercury waste load allocations as effluent limitations. Because the science tells us we need to deal with methyl mercury, and we're not able to express methyl mercury allocations as effluent limitations at this time. We need a lot of study to better understand how methyl mercury is produced, and its fate and effect on the Bay. And that's a requirement on the dischargers to assist us with evaluating that problem, in terms of whether -- not only local effects but how the system as a whole is behaving.

So our narrative requirements strengthen the individual accountability presented by the waste load allocations, but also call for these additional studies. And I want to point out the compliance trigger Carrie alluded to, one of which is a mass compliance trigger that's reflective of the individual waste load allocations,

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but it's expressed more stringently than -- and it's a subtle basis for the more stringent. But we do have that built -- potentially enforcement of those individual waste load allocations built in by design.

It's just how the enforcement plays out. Essentially, we built into the implementation scheme a sort of progressive enforcement scheme.

The way we've set it up is that we believe that there would be immediate individual accountability by use of those targets. If the target is exceeded, we want to know immediately why it was exceeded and what you're going to do to fix it, versus having to wait until we can demonstrate that an annual limit was exceeded, and then taking enforcement action as the means to resolve the problem.

And we just want to emphasize that from a mass based perspective, the solution to the base problem is resolving the total amount of mercury, and the total

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amount of mercury from all waste water sources combined is less than two percent. So our design is to reduce the total amount of mercury, rather than focusing attention on all the -- each individual. But each individual is giving attention in the context of our sort of comprehensive multi-faceted scheme.

And can't help but emphasize that there is some benefit to this approach, it's reflective of a discharger's willingness to work with us to make this process work. And it's been reflected in their willingness to put money on the table to help us improve our understanding of the Bay. It will help us to build more better TMDLs, not only to improve the Mercury TMDL that we're envisioning in the future, but also various other -- dealing with various other impairments to the Bay at the same time.

I like to look at it as the machine that we build is a complicated machine, has various dials. And we feel we

1 have the optimum setting for all those dials to get the 2 maximum output. If we turn down this one dial 3 4 5 6 7 8 10

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regarding individual waste load allocations, I fear the machine will break down and the net output will go In other words, we feel we get the maximum benefit out of the design we present. And if we don't get the maximum benefit out of the design we presented, we have plenty of mechanisms to fix the system, versus to assume the system is broken as presented because it's not as stringent as it might be.

I just want to reflect -- and I think you'll get comments regarding asking us, asking you to require in the Basin Plan that we further study mercury and crude I just want to call attention that we've oil. addressed the issue of mercury and crude oil in the already approved Basin Plan Amendment. And that we require that through an enforcement letter to identify potential pathways and estimate loads associated with them.

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In a letter issued in February of 2005, we explicitly called out a requirement to evaluate mercury and air emissions, and a report based on that letter is due next year. But I'm also pleased to say that other efforts are underway, and a report addressing other waste streams is also forthcoming. The point here is we're working on this issue, and there's not a need to change the Basin Plan Amendment to resolve the issue of mercury and crude oil.

We are very confident of our efforts to date, and we have this very powerful authority with your concurrence to use requirement letters to make this happen.

So just a brief reflection on pollutant offsets. It's an issue that's of concern and of interest to many parties, including us and I would say including the Board. And what I present here is a reflection on sort of our conditional support for the State Board's effort to build such a policy. And when I say 'our,' it

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includes you, because we actually -- this language, these points are reflected in language in the previously approved basin plan, with some minor revisions this time. That we support a pollutant offset program, on the condition, though, that it be demonstrated to be a more cost-effective and efficient means of achieving water quality standards. The prize, it's our goal, is to achieve water quality standards.

Not to trade, not to create offsets. So if there's a better way, then that better way can be facilitated through offsets, we support that.

Under two key conditions, though. That the offset effort has to consider the different pathway -- for example, how mercury can get to the system. So it may not be -- we have to account for different pathways may be more available to get into the food web than others. And we want to make sure that's accounted for.

And most importantly, if there is any offset, it has to be done with assurances that the offset doesn't result in local effects by a discharge that's being offset elsewhere. And those are the safety conditions that I believe — this reflects the whole gamut. We think there's ways that it may be more efficient and costeffective, but proceed with caution in terms of managing the system, in terms of threat to the environment, both globally and locally.

So, I want to end with just emphasizing that many efforts are underway. These include developing a watershed permit that would address implementation of the Mercury TMDL for all waste water dischargers.

We're also developing permit requirements that would apply to the municipal storm water permits, the urban runoff permits. We have work underway regarding the Guadalupe River watershed Mercury TMDLs. Carrie alluded to the Central Valley Board's efforts to establish TMDLs.

1 And very importantly, some key studies are underway 2 3 4 5 6 7 8

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that will address waste water local effects, the fate of mercury in Bay sediments. As Carrie pointed out, we guestimate that's the single largest -- the largest source of mercury in the Bay, but we really don't understand the true fate of that. And there's an extensive study underway now funded by the Clean Estuary Partnership and the Regional Monitoring Program to address that.

And we also have concerns about production of methyl mercury in wetlands. And we're fortunate that the Bay Area was able to get a Prop 13 grant on the order of \$1.3 million to address this issue. But this issue is also already being -- or has been, is being addressed via the Hamilton Air Force Base Restoration Project, and the South Bay Salt Pond efforts.

The key concern is that wetlands can be methyl mercuryproducing machines, and we don't want to create -- get

the benefit of restoration and create a problem. So we're fortunate. And I can also say CAL-FED has put huge amounts of resources to the issue of mercury science that we're working with, and familiar with.

So our goal is to get on with implementation and we hope you recognize our -- sort of the urgency, our concern to get beyond the resolution of these remand issues and focus our attention, our valuable resources on the implementation issues.

So, obviously the next step -- you already know these, but we will have to respond to all written comments received and oral comments today. We intend to prepare a revised package with those response to comments, and as necessary, revisions to the Basin Plan Amendment package for your consideration in August.

CHAIRMAN MULLER: Thank you, Tom.

MR. MUMLEY: And that ends our presentation. Thank you.

CHAIRMAN MULLER: Clifford.

MR. WALDECK: I think I need to understand better pollution offsets. Because when I think of pollution offsets, I think of -- you know, you have a load of five and my farm has zero, and Muller's farm has 10. So he buys mine --

CHAIRMAN MULLER: Time's up, Clifford.

[Laughter.]

MR. WALDECK: No, but I mean, how does pollution offsets work in this particular world? Because I think I have a little overly simplified thought of it, there.

MR. MUMLEY: Well, there is no simple answer to your question, because it's very complicated to how to make sure you're not creating apples with oranges, and where

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are the apples and where are the oranges. They're very critical. How do you determine that this regulated discharge at this level can be offset by reducing a discharge elsewhere, comes with a lot of critical questions that have yet to be resolved in terms of, well, what is the relevant scope of other sources that could be offset within the affected area of a discharge. And this is done a lot in the air world, but the airshed doesn't have as many physical boundaries as our watersheds do. So it would be -- how far away can a waste water discharger, for example, say, rather than implementing what would deemed to be extensive, expensive new treatment works.

Rather than spend the money on new treatment works, spend less money to reduce more mercury elsewhere. The question is, how -- what formula would one use, what regulatory approval mechanism would one use, are all questions that are going to take some serious policy

considerations by the State Board. It ain't gonna be easy.

I just want to say, within the context of a TMDL, if we found a better combination of allocations when adding up to the TMDL that would solve the problem, by design the TMDL can be responsive to a sort of a trading scheme. And that's not -- that's something that may happen within our own scheme.

MR. WALDECK: And then I understand we might have to get to that point, of saying it. But I would put that way down on the priority scales as to how to actually attain it. Because even having that out there, I just think of it as an enviro-weasel factor. You know, that somehow, you know, I don't have to hit my point, because if I can find somebody to horse trade with, then I don't have to hit the point where I'm at.

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MR. MUMLEY: True. And then the way we've designed our proposed approach here, has sort of offset as a contingency, and it could be argued that it may not be necessary. And our approach is that it hopefully won't be necessary because through pollution prevention efforts that have happened and will happen -- I mean, more and more, you know, dental amalgam is being addressed. It's already showing some true benefits. And planned treatment upgrades for other reasons, dealing with other pollutants, dealing with needs to improve water for recycling, et cetera, et cetera, all add up to what's necessary to attain these allocations.

So I believe those plays have to be allowed to play out, while the possibility of an offset could get crafted. So it's, I guess, it's -- again, we don't, there is no offset policy to use at this point in time. I mean, there is a certain amount of, I guess, faith on the part of the dischargers that they won't be held to waste load allocation that would require costly

treatment upgrades if a benefit can't be demonstrated.

The premise of our approach here is that will only

happen with demonstrated benefit, and not just for

mercury but for all the pollutants, or for other

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happen with demonstrated benefit, and not just for mercury but for all the pollutants, or for other regulatory drivers.

So it's all going to add up in the long run. And

pollutant offsets aren't, can't be -- aren't and can't

be used as a reason not to take appropriate action.

MR. WALDECK: Okay, that's good. I just -- I'm glad I asked.

MR. MUMLEY: To be used, not abused. And I think that's fundamental to the conditions that I expressed, that we have asserted and that we championed, and any dialogue in terms of establishing an offset policy. Offset policy is to be used wisely, and it must be crafted such that it can't abuse the environment.

MR. WALDECK: Thank you.

offsets, any of that.

MR. WOLFF: If I could comment on this topic.

existence of an aggregate limit for the waste water

treatment plants, and a separate aggregate limit for

mostly refineries. I mean, their existence is because

the refinery, or maybe the industrial dischargers,

there's a belief somehow that those groups working

together can more -- can achieve more than working

individually. And this is the basic premise of the

watershed topic I raised earlier, and it goes to this

or pollutant credits, or whatever we want to call it,

issue of why you might want to allow pollutant trading,

Because by working as a group more can be achieved with

the same dollar investment, than everyone working

individually. That's the basic concept. And I fully

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support that concept, and I think we need to cautiously

move forward with that concept. And the main concern

that is voiced, that is raised in opposition to that concept is that we're simply going to move pollution around, we're not going to achieve any more reduction.

And this goes to the issue of whether the pollutions that we call an anonymous pollutant. Okay, so if greenhouse gas emissions, for example. Carbon dioxide released in the United States or released in China or someplace else -- it doesn't make any difference, they all have the same harm to the environment.

So a trading regime that finds the lowest cost way of reducing carbon dioxide emissions is a good thing, because then for any given amount of money we can reduce emissions more. But it's because the pollutant is anonymous.

When we come to mercury in the Bay, if all mercury's the same and it doesn't matter where it's discharged, than a trading regime or offsets or credits, whatever

you want to call it, will be a good thing. Because we're getting more mercury reduction out of every dollar of investment. But it depends on mercury being anonymous. And if it turns out that where you release the mercury is critically important to the harm that occurs, it's not anonymous, and that's why these local impact studies are crafted in the TMDL as well. You can't let people engage in trading unless we know there aren't local impacts. Unless the only impact is an aggregate impact.

MR. MUMLEY: I'm glad you're going to be sitting on the State Board when they're considering development of an offset policy.

CHAIRMAN MULLER: Shalom? Jo?

MS. DELUCA: Yes. I do find that the more we talk about it, the better I can conceptualize what you're talking about. But my question is very simple. What is the

incentive to the discharger who has the credits, to I understand what the incentive is to the give? discharger who has an abundance of discredits, if you will, who is seeking to have some relief. But what are the incentives to the one who is going to be asked to give up something that is quite valuable?

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MR. MUMLEY: The prime incentive -- and maybe I would like you to ask that to the discharger community themselves, so I'm not misstating what I believe is their incentive -- is that they want this approach to They -- put it this way: dischargers have an work. aversion to effluent limits, and it's not a surprise. Though it's the quintessential tool that we've used historically to make things happen, in the context -particularly of this TMDL, we're asserting that we don't need to exert that command and control tool as explicitly as has been done. They welcome and celebrate that, and they by design are committed to make the whole work.

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Because for this to work, they have to assure us that it's all for one and one for all, is really what it boils down to. So it's not this individual versus that individual, it's the group all has to perform. And I think the backbone by this is that the biggest dischargers, the prime players in the Bay Area Clean Water Agencies are the ones who will champion this.

I forget the number offhand, but the five main dischargers make up a substantial portion of the mercury load from all of them. Out of 60 dischargers, a significant amount just comes from five, and they're the five proactive players that who are championing the cause. So it's in their interest to make it work, I guess is the answer.

But then they also have to communicate to us how it is working. And we'll have plenty of early warning, or warning in general, whether it is playing out the way we perceived or not. And that it -- there are plenty

of enforcement mechanisms that we can exercise if we feel that it's not working, short of coming back and changing the TMDL. It doesn't look like I've satisfied you.

|CHAIRMAN MULLER: Shalom?

MS. DELUCA: Oh, no. I'm wondering where is the trade?
Where does the trade take place, how does the trade
take place, actually/

MR. MUMLEY: Well, the trade is -- we're not establishing a trading mechanism in this TMDL, per se. That doesn't exist yet. I mean, if -- we've considered but decided that we're not ready to express an option that within a category like municipal waste water, individuals could trade amongst themselves within the cap. That's territory that's worthy of further exploration that we would consider, but we weren't ready to put forward something along that line now,

because of the details that you're asking about would have to be resolved. So it's --

MS. DELUCA: Thank you.

CHAIRMAN MULLER: Shalom, and then Margaret.

MR. ELIAHU: Yes. Tom, I have a problem, really, justifying how we can reduce the waste load by 33 The total waste load of all the mercury percent. coming to the Bay is only 1.5 percent of the total. And, really, if we eliminate all that waste load at all, it won't do any impact on the Bay. I think we are going after the small guys.

If we go into the big ones, which is Central Valley and urban runoff, and reduce that by another half a percent, we establish the same thing. And here, which might be too expensive to reduce that by 33 percent,

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other big guys by half a percent.

waste load, and it will be very cheap to reduce the

MR. MUMLEY: Well, in response, I totally respect and

appreciate and share the concerns you expressed.

we are being responsive to the remand, and just --

maybe two perspectives. One is that the reduced waste

load allocations are designed to be consistent with

prevention and treatment improvements, things that

continuing to provide encouragement to do the best we

though from a water quality perspective, it's hard-

pressed to say that there's going to be an explicit

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should be recognized anyway. So we're basically

can, because it's good to do the best you can.

benefit when we reduce what already is a small

problem still is in our face.

component of a big problem smaller, while the big

what we believe to be implementable pollution

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Relative to the big problem, the two biggest sources that we realize is erosion of the Bay sediments and the Central Valley input. The good news is sediments coming in from the Central Valley are cleaner than the historical depositions in the Bay. So, the Bay sediments are going to get cleaner each day that there's runoff from the Central Valley.

And I'll say it again, the quality of sediment coming in from Central Valley runoff, on average, is better than the quality of sediments already in the Bay. So this huge amount of sediment that comes in from the Central Valley is part of the cleanup of the Bay.

The concern with this huge amount of mercury in the Bay is the subject of a concerted, a very concerted effort by our part to better understand how much of that existing Bay sediment is truly getting re-introduced, or introduced into the environment, into the food web.

And that's a big question. Our estimate is somewhat of a worst case scenario, I'd like to assume.

So you're right, we're putting attention to those big sources. We've put attention to waste water, one of the small sources, I guess, if you will, because we have to to be responsive to the remand. And otherwise, to reflect the good efforts of many of the Bay Area waste water dischargers already, and their planned continued good efforts.

MR. ELIAHU: Well, I realize you have to respond to the remand. Okay, fine. The remand doesn't tell you reduce it by 30 or 40 percent. Let's reduce it by a token number, or 10 percent. This would be my suggestion, to reduce it by 10 percent. Just a token. I don't think we're going to make any effect at all.

CHAIRMAN MULLER: Margaret?

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MS. BRUCE: Yeah, a quick question. On the Central Valley's TMDL, Mercury TMDL, do you know what their water quality objective is that they're working toward? What are their goals, and is there a way of showing us -- not now, but in the future. So if their TMDLs are implemented as a vision, the Central Valley loading will look like what? And do their water quality objectives -- and maybe this is a question for the State Board, but I'm just trusting that maybe your experience and wisdom would know the answer -- when their waste load allocations are determined, is it taken into account that their water flows to an already impaired area, and therefore will they be more stringent?

MR. MUMLEY: I can answer your question. First, the

Central Valley Board is establishing Water Quality

Objectives with their TMDLs. And they're establishing

Water Quality Objectives consistent with the ones that

we are proposing for your consideration. They are

levels of mercury in fish that humans consume and wildlife consume, and they're entirely consistent with what we're doing. There's maybe an issue, depending on what water body they're dealing with -- there may be a difference in local consumption rates, but I'm pretty certain what they're doing with the Delta and the development of their objectives is entirely consistent with ours.

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Two, by design -- and this was a key issue raised during the State Board hearings to consider approving what we brought before them two years ago, was that -was assurances that our efforts would be integrated and coordinated with the Central Valley Board efforts. And even like is the Guadalupe River Mercury TMDL being coordinated with this, and we said, 'yes, we are selfcoordinating.'

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24 Central Valley Board staff, and we're working closely.

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But we do have a close working relationship with the

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State Board, when it takes action to approve any of these TMDLs, will be asking the question that you've asked. So, yes, yes, yes, that is all happening.

Details, of course, to follow. And I believe what we intend to do is to more firmly recognize that sort of partnership with the Central Valley Board, and State Board staff. So I think you will see more communication along that line more formally expressed for outside parties, so we can demonstrate that we indeed are coordinating our efforts, using the best available science.

MS. BRUCE: Okay. Tom, and to the extent that you can, when we see this again, could you show us what those hypothetical TMDLs will bring us, in terms of reduced mercury loads from the Central Valley? Just to see, visually, like your wonderful charts have shown us, what are the proportional loads, and what will their and our collective efforts gain us?

MR. MUMLEY: We'll give that a shot. The challenge will be to simplify it, but not to make it too simple that it --б MS. BRUCE: And with the caveat that we know that this is a work in progress. MR. MUMLEY: Thank you. CHAIRMAN MULLER: Gary and then --MR. WOLFF: He can go ahead. MR. ELIAHU: Just another information. The Bureau of Reclamation is just now saying they're going to retire a big chunk of land west of Highway 5. MR. WOLFE: The Westlands Water District. MR. ELIAHU: No, Bureau of Reclamation.

MR. WOLFE: Well, right. But the area is called the Westlands Water District. MR. ELIAHU: Westlands Water District. Does that have б any impact on the mercury and what's -- just recently I read it. CHAIRMAN MULLER: That's selenium and salts (phonetic), is that correct? MR. MUMLEY: I have no reason to believe that it would have an effect, but I don't have a better answer than that. But we'll certainly --CHAIRMAN MULLER: One of our speaker cards could briefly comment on that, I think. We have a number of them here. MR. MUMLEY: We'll certainly look into that. 

one, and theirs is less stringent than ours, what

happens? What kind of coordination are we going to have?

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MS. WHYTE: This is Dyan Whyte. I think the most critical one is the Delta TMDL. They have others that are further upstream from the Delta, and those clearly need to be integrated with the Delta, which is part of the receiving water body related to those upstream.

And I believe they're just out for peer review, and my recollection is they're scheduled for adoption around December. So they are a few months behind us.

We have been communicating with them. I've been on a number of conference calls discussing objectives, discussing our sediment target in particular and how that relates to the Delta TMDL. So they are taking our TMDL and what we have in there, in terms of the Central Valley allocation into consideration in their developing their own TMDL.

So they will be before the Board, most likely after our TMDL.

MR. MUMLEY: So let me just clarify that. We are coordinating with the staff at the Central Valley Regional Board. Based on our staff level of coordination, their efforts are consistent with, or at least as stringent as ours. They recognize that their TMDL must ultimately meet the allocation that our TMDL would require of them. They're well aware of that, and then the -- I guess the back stop is the State Board would be -- has to approve -- our TMDL has to approve their TMDL, and the State Board's already exercised their concern that requires us to assure that these efforts are integrated and coordinated.

So, per chance, the Central Valley Board were to act to establish a TMDL not stringent enough to implement our allocation to the Central Valley Board, the -- my presumption is the State Board would call that on them.

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Because they would have to approve their TMDL, they would have to approve their TMDL in the context of, presumably, a TMDL -- our TMDL that they approved. So that's where the State Board comes in handy, I guess, when you have issues that cross regional board boundaries, the higher body takes on that responsibility to ensure consistency amongst them.

MS. WARREN: Well, my concern just is that if we reach an agreement on the TMDLs in August, and we pass it, and two months later Central Valley does, and theirs isn't as stringent as ours, what mechanization do we have that they would come together? Or if theirs is less than ours, we have to take all of their mercury, which is added to ours. So ours is twice as bad. Is there a mechanization to -- I don't know how to put this.

We inherit some of their mercury. So our mercury, what we develop plus theirs, how do we handle that?

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MR. MUMLEY: Well, Ms. Warren, I guess to restate -- we are giving them input on their TMDL, and vice versa, they have given us input on ours. So at the staff level, we are designing them to be consistent. what actually gets approved by the respective boards is what's at issue.

And if it turns out that there is a difference between the two, and theirs, as you say, is less stringent than ours, I'm saying the State Board has a responsibility to correct that.

MS. WARREN: Then step in.

MR. MUMLEY: And then, of course, we would comment on theirs. We would make comment that their TMDL is not stringent enough to implement.

MS. WARREN: To match ours.

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MR. MUMLEY: Our allocation, and it would be our interest -- your interest, and I guess we as Staff would represent your interest by providing testimony before the State Board when they would consider approving what we believe to be a less stringent TMDL.

MS. WARREN: Okay. Thank you.

CHAIRMAN MULLER: We have a lot of cards. Gary, did you have any comments?

MR. WOLFF: Yeah, three questions for you, Tom. The first one has to do with a sentence on the top of Page A-16. This is that sentence -- Appendix A, Page 16. It's the first sentence of the first full paragraph on the page. This is that sentence we struck out of the Pesticide TMDL. It says mercury now, but you say pesticide.

"An urban runoff management agency that complies with these permit requirements shall be deemed to be in compliance with the receiving water limitations relative to mercury."

This is an illogical sentence because you could do all those things perfectly, and you could still have receiving water violations. So I ask for it to be removed in the Pesticide TMDL, and it kind of keeps coming back like a bad dream.

I'm curious. Did the Staff really want this sentence here, or was it an oversight? Why is this sentence still there?

MR. MUMLEY: The sentence is still there because it was in what was approved before. And it wasn't a subject of the remand order, and that we're aware of it being an issue, we purposefully chose not to directly address it. Because we were careful not to take on issues

beyond the remand, because of the snowball effect. far do we go touching everything. So we just wanted to be careful about taking on items beyond what was necessary to respond to the remand. Particularly in this item, as I think you remember me saying during the previous hearing, that we consider it an inconsequential as written, although there is a different -- you know, the dischargers believe it is of benefit, and other interests think it's an unnecessary safe harbor. And we keep saying it's really what's -you know, by design we have a very multifaceted implementation scheme that supersedes that statement, anyway.

So we just chose not to make it part of this cleanup effort. The issue is still, I guess, on the table to be -- it was embedded in the comments, obviously, by one of the commentors.

MR. MUMLEY: Yes. Okay.

MR. WOLFF: I would suggest that if Staff believes it's inconsequential, it's best to get rid of it. Just like you would issue a supplemental to get the pagination But I don't want to take that up now, I just right. wanted to make that point.

MR. WOLFF: The second question has to do with methyl mercury. You know, is it possible that five or ten years from now, when the studies come in, that the total mercury allocation that's in here be either replaced or have an addition to it of methyl mercury allocation. Because we've learned a lot more about methyl mercury and we discover that's where the real biological problem is.

MR. MUMLEY: Yes.

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MR. WOLFF: Okay. So I would suggest that some wording to that effect be included in the TMDL before it's finalized. A couple of sentences here and there, clarifying the importance of the methyl mercury issue, I think will do a lot for people seeing a possible future course of action.

MR. MUMLEY: I mean, the answer is yes, of course -- I'm trying to keep things brief. But there already is language where that yes is implicit. Maybe you might want us to consider making it more explicit, because by design this is what we call an adaptive -- this TMDL will be adaptively implemented. As we gain more knowledge of the system, we want to improve the TMDL accordingly. And the knowledge we need is how methyl 

mercury operates.

Whether that actually gets reflected as a methyl mercury allocation scheme is, of course, still to be determined. But it may be. So I think we can easily

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the record.

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MR. WOLFF: Okay. Let me read these issues on methyl

mercury, then, into the record. On Page A-24, there's

respond to your concern by clarifying that possibility.

And that wouldn't be considered a -- I'm trying to --

MR. MUMLEY: But I think that's probably something we

MR. WOLFF: And then just a quick question for legal

like to suggest to Staff. Can I just give them that

afterwards, or do I need to read it into the record?

MS. WON: For purposes of informing the public that's

here today, it might be useful for you to read it into

counsel. I actually have some wording on that topic I'd

I'd like to avoid consequential changes that --

MR. WOLFF: I understand.

ought to be able to fix for you.

a question, a list of questions under adaptive implementation. I was going to add a sentence in the midst of one of the questions, the third question. Add this sentence: "In particular, is there new evidence regarding methyl mercury that might justify a methyl mercury TMDL or allocation, either in addition to or instead of the total mercury approach used initially in this Basin Plan Amendment."

And one other insert on this topic, on Page A-18, the last bullet, and also on Page A-20, the fourth bullet. These are bullets about studies that are being required. So this would clarify a little more about what the studies are about. We would add a couple of sentences that say, "Conduct or cause to be conducted studies aimed at better understanding mercury fate transport, biological uptake --" that's all there already -- "and the conditions which metholation occurs in the San Francisco Bay and tidal areas."

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And then another sentence: "The first such studies shall be completed no later than --" and I said "four years after adoption of this Basin Plan Amendment by the Regional Board." The clarification I want is, it says studies are required; it doesn't say in what time frame, and it's a very long TMDL time frame. So I just wanted to say something about when the first round of studies are required.

My third question has to do with this very difficult question of individual enforceable permits, permit limits for mercury, which some of the people are going to comment on. You said something to the effect that if we were going to craft individual limits, it would be entirely different -- enforceable individual limits for the permits, it would be different than the waste load allocations that were in the TMDL. Well, I need some better understanding of that.

with the existing limits that are in the permits?

How do those waste load allocations in the TMDL compare

MR. MUMLEY: Okay, let me see if I can give you the most -- the existing limits in permits, there are interim limits that reflect, at the time they're issued, performance from that particular discharger. So they are -- the existing limits in permits are performance-based mass limits. Now, back to what we -- our grand scheme of things. We start with dealing with reducing total mercury as a whole, and then we think about the various sources and working now from the whole, we say waste water as a whole is allocated this allotment of the whole. And that's -- allotment reflecting existing total combined aggregate, is like now your revised calculation, like 18 kilograms per year.

We then take that and parse it into individuals, based on a relatively simple formula. I believe it's a percentage of each individual's percentage of the total

flow of discharge to the Bay, and a percentage of their reflected percentage of the mass flow to the Bay. So it's considering the flow from a plant and the mass from the plant, and then it's sort of one size fits all. It's kind of like 80 percent, 20 percent, and we didn't go down to looking at each individual one and say, "is this the right way to allocate to that discharger, to reflect current and potential pollution prevention and treatment schemes."

So the (inaudible) is if you're going to turn these into limits, we would have to take the time to make sure we allocated to all the individuals in a fair and equitable fashion, accounting for all factors that would be raised in terms of consequence, cost and the like. So that's what I mean. By looking from the big picture, we felt that let's take this approach.

MR. WOLFF: I understand, thank you.

MR. MUMLEY: Okay, so you get the message now.

MR. WOLFF: So then the follow-up question is, you've stated in the Staff Report that these individual limits could be enforceable. They're not intended to be enforceable in the TMDL, but they could be enforced, through citizen lawsuits or something, isn't that correct?

MR. MUMLEY: Yes.

MR. WOLFF: Well, so, doesn't that put the dischargers at risk? They've got this number that was a percentage of a total. It's not based on your historical mass emissions, it's not based on their individual plant or service area, or anything else. It's just a proportioning of 18 kilograms, and now they're at risk.

MR. MUMLEY: Correct. But by design, there's sort of a buffer allowed by the group approach, and the triggers.

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Because the triggers kick in. If a discharger -actually, just to get into detail, because we're
calling for a rolling 12-month calculation of load,
versus the limit would apply as a calendar year
average. And so there's somewhat of an early warning.
But the trigger requires an evaluation, what caused it,
what are the consequences, what can be done about it.

The information that we would need to actually kind of decipher whether that it was something that was controlled or uncontrollable. I mean, the information that would be needed in order to craft limits that were more logical for that particular discharger -- the case I'm making is because the group as a whole, by considering them altogether, there's sufficient buffer within the system, unless all of them are poorly performing at the same time, there is less of a consequence that we would have to take that enforcement action on the discharger than if it was directly implemented as an enforceable limit.

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MR. WOLFF: I understand with respect to the actions of the Board, but I'm thinking about the statement that third parties can sue over these limits, that these are enforceable limits in court. But the limits themselves don't really have a very solid basis in terms of the ability of that plant to comply. It strikes me as a -- I don't know, a dangerous course of action to pursue. Either they're not enforceable, and we're enforcing a group limit; or they are enforceable and they're based on sound science. And we've got something that's sort of halfway in between, and I'm very uncomfortable with it.

MR. MUMLEY: I appreciate your concern. The other added answer would be, we would have to be really explicit about how this works in the permit or permits themselves. So as how limits are expressed in the permit, how the permit conditions are expressed relates to how they will be enforced, so that they're not subject to different interpretations. So our intent is

through the design of this implementation scheme via the Basin Plan Amendment is to set the stage to work out the details in the permit itself. And it's in the crafting and the public comment, review and Board action on the permit, where we would actually clarify, shore up all these details relative to how and when and by whom would enforcement action happen.

MR. WOLFF: Okay, thank you to the Board for your indulgence. I'm just going to read, if I could, a few sentences into the record, then, in terms of how I would like to see this addressed. This has to do with the -- on Page A-19, the first full paragraph under Waste Water Treatment Plant, where it says if you exceed your individual waste load allocation, then you submit some reports.

I've replaced that with, "If a facility exceeds its individual mercury load allocation, or an effluent mercury trigger concentration, it shall be in violation

of its permit unless it has both obtained a credit for additional discharges through the procedures specified in its permit, and (b) demonstrated no local effects of mercury discharges according to the criteria specified in its permit. Permit limits plus credits obtained, or minus credits granted to other dischargers shall be the enforceable numeric criteria for determining individual violations."

So we would have a system where we would have individual limits, enforceable, based on good science. However, we would also allow the group effort to work, so long as people can show that it's an anonymous pollutant, as I was talking about earlier. We get both of those benefits. It's the traditional system of individually enforceable limits, but we're also

Now, I know there's some work in developing that. It's not so much work in the TMDL, it's work in the

breaking new ground in terms of a group activity.

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subsequent permits. But I think it's worth doing, even though this is only two percent of the mercury load. Because two percent is a great place to start, because if you get something wrong or we discover problems in it, it was a nice little pilot project, right? It's not 98 percent of the problem, it's a small percent; we can develop something new and innovative. So that's my suggestion as to how to proceed, and I just wanted to enter that.

CHAIRMAN MULLER: So noted. Okay, I think what we'll do is, we have 10 cards. So let's just -- hopefully we can grind through these here, and try to make your comments as brief as possible. Oh, we're getting more, maybe. It doesn't matter. And I have the cards in order the way I've received them, more or less, and we'll do the best we can in that order.

So the first one will be U.S. EPA, Diane Fleck again, please. And followed by Jim Kelly, right. Jim, are you

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still -- yeah, Jim's here. And then Andria Ventura from Clean Water Action. Is it Andria? Yeah. So, one, two, three and then I'll do one, two, three again when we get through those. And I thank everyone for their patience in this. This is -- we've had a couple tough meetings in the last couple months here. When you get to Sacramento, Gary, see about that 91 bucks, if you could pump it up a little bit.

MR. WOLFF: It was proposed in the budget this year, and you know, I'll continue to push it. I didn't push it previously, but I will push it.

CHAIRMAN MULLER: We're not here for the money, we're here for the glory. Oh, that's right, I took ethics training. I'm not supposed to talk about money. Oh, the hell with it, give us some money. Okay, go ahead.

MS. FLECK: Good afternoon, again. My name is Diane Fleck. I'm with U.S. EPA Region 9 in San Francisco.

1 U.S. EPA, again, would like to thank Staff for all 2 3 4 5 6

their hard work on crafting these amendments. We are very pleased to see these changes. We fully support the proposed standards actions and wish to thank Staff in particular for their very thorough work in deriving the new fish tissue objectives.

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We also fully support the revised waste load 10 11 allocations in the TMDL, and wish to thank Staff for 12 these thoughtful and constructive changes. Concerning 13 the revised Water Quality Objectives, the revised 14 objectives chosen by Staff are fully protective of 15 16 human health and wildlife. We fully support the

adoption of the human health and the wildlife, fish tissue objectives, and the recision of the current

Bay.

water column basin plan objectives for San Francisco 20

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The human health values are based on the Seafood Consumption Study completed in 2000, and they reflect 1 | 2 | 3 | 4 | 5

fish consumption rates and patterns for the Bay. The wildlife values are consistent with U.S. Fish and Wildlife Service analyses, and reflect protection of piscivorous birds as well as threatened and endangered species.

Concerning the TMDL, we support the more stringent revised individual waste load allocations for municipal dischargers, we support the application of compliance triggers for municipal and industrial dischargers, and the requirement for municipal and industrial dischargers to monitor for mercury.

In conclusion, we fully support these proposed amendments to the TMDL and to the water quality standards. We're very pleased to see these changes, and believe that they will help protect human health and wildlife who consume the fish in the Bay. Thank you.

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CHAIRMAN MULLER: Thank you for sticking it out with us, here. Jim?

MR. KELLY: Thank you, Chairman Muller, Members of the Board. My name is Jim Kelly, I'm from Central Contra Costa Sanitary District, 5019 Imhoff Place, Martinez, California, 94553. I'm actually representing Central San and Central San alone this time.

I really do think your Board Staff has done a wonderful I think they've took a remand and did a good job. effort on it, and I came here thinking this is something I could come here and say, "Gosh, let's go forward." We've made some very significant concessions with the 20 and 40 percent reductions that we're looking forward to providing for the overall environmental good. What we did have in that is a buffer, the watershed approach.

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The watershed approach provides us a way to combine our resources, because it's not just this permit, not just this TMDL, there's many others coming down the road for water quality objectives containing actions such as the copper/nickel that you'll see, cyanide, pesticides, PCB where a lot of what we'll be looking at is a regionalwide pollution prevention effort, where we'll be trying to identify either public information efforts, working with large industrial groups that is best done as a region. And that's why we think putting this together so that we can put our resources into a regional approach in getting industries to reduce either things that we have a hard time controlling -- fluorescent bulbs is high right now, and you have individual parties involved. How are you going to take care of that. The universal waste laws made that very difficult.

You need to have a regional solution to how to deal with our fluorescent bulbs. It's not there now. We

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could be a catalyst, but we need an incentive. Such approach as was suggested by Board Member Wolff is a very interesting one, but the devil's in the details. What does a credit mean? It's very difficult for us to look at something where we're promising a 20 and 40 percent reduction, and having no knowledge what the details are. Puts us in a way where we have no idea where we're going to be in compliance.

While we are only two percent, we're the only people that have a number. We're the only people who really have been effectively enforced against. So this is not just two percent, this is the folks that have a target on our front and back. So that's probably the basis of my comments, and I thank you for the opportunity to comment.

CHAIRMAN MULLER: Thank you. And then following will be Michelle and then Kevin.

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MS. VENTURA: Hi. I was supposed to say good morning, but I guess we're getting into afternoon, right? My name is Andria Ventura, and I am with Clean Water Action. Clean Water Action is also a founding member of the Environmental Justice Coalition for Water, and so I am here on behalf of the 60 or so organizations that make up that Coalition as well.

And I have a number of things that I want to respond to. We do thank Regional Board Staff for their hard work on this TMDL and on the response to the remand, it's not an easy process. We do think we've made some very good progress, I do want to say that up front.

Not quite there yet. We obviously want to get this moving, and so that's what I'm going to be talking about right now. And the things that I'm going to talk about that were covered in our written comments that we submitted, along with Baykeeper and already see, I'm

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going to focus on those things that I think pertain most to environmental justice issues.

Before I do that, in response to some of the discussion that we've had thus far, I wanted to say just a couple of things. Some of the things that we're asking for to be actually placed in the TMDL are because this plan and this TMDL is going to take decades, we know that. It's a big problem. And without codifying some of this stuff in the TMDL, as opposed to current implementation, we run the risk, I think, of not ensuring that in the future the implementation will be done with this goal in mind. And so that's where we're coming from on that.

The other premise that we are starting from is something that's been discussed, that not all mercury is the same. And in fact, in regard to questions about the Central Valley TMDL -- and I would add, actually the Guadalupe TMDL, which I've also been involved in --

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mercury is not treated as all the same. Methyl mercury is treated and looked at in a somewhat more stringent fashion than in this case. And so please consider that that's where I'm coming from, as I make the comments that I make.

I do want to start off by addressing the issue of offsets. And one thing I am pleased to hear is that the conversation that's occurred so far today reflects a lot of thought, that people are coming at this hoping to do an offset program if such is developed down the road, correctly. And I think that Dr. Mumley tried to make that clear, and some of the other comments makes that clear.

That said, we do have a concern about how this is phrased in the TMDL currently, and I'd like to tell you why, and tell you exactly where we as environmentalists and as environmental justice advocates come down on

this issue, because it's going to come up and be part of this project.

On Page 25, the TMDL reads -- and forgive me for reading the quote, but it says, "Approximately 10 years after the effective date of the TMDL, or any time thereafter, the Water Board will consider modifying the schedule for achievement of the waste load allocations or revisions to waste load allocations, if the State Board has not established a pollutant offset program that can be implemented in 20 years required to achieve final waste load allocations."

What we feel that the wording in the current TMDL puts an offset on the same footing as actually eliminating the load, either through treatment or through pollution prevention. And we do not feel that this is appropriate. We see this as an out for dischargers, frankly, that actually could serve as a disincentive

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for some of them to take strenuous actions to actually reduce their onsite loads.

Given the complexity of mercury and its environmental impacts, we do agree, however, that there are potential benefits to offset programs in certain cases. But only with very specific and limited parameters would they be acceptable, some of which Dr. Mumley actually outlined, but I want to be very clear where we come down on this.

First of all, the environmental justice community would see offsets as related to mercury in the Bay acceptable only when a discharger has done everything within reason to reach their load allocations in terms of pollution prevention and treatment options. This is the only time that we would see that this would be acceptable, if they've done everything they can to deal with their own load, okay?

1 In addition, as Dr. Mumley said, they would have to be 2 3 4 5 6 7 8 9

able to reasonably demonstrate that there are no local disparate impacts. That includes those disparate impacts that result from inaction in the status quo. It's not just from added action or getting, you know, the ability to discharge more mercury because you've got the credits from somewhere else. So inaction is very important.

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Only if such comprehensive actions are still not adequate to reach load allocations would putting resources toward creating a similar capacity elsewhere in the Bay, such as mine remediation, would be both -in that case it would be acceptable and beneficial, but only in that case.

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Consequently, on behalf of the environmental justice community, we would advocate that reliance on offsets, including the language on Page 25 that says that the Board will consider modifications and schedules if no

1 offset language is developed in 20 years, we would 2 3 4 5 6 7 8

advocate that that actually be removed. Because on Page 26, you do have language that requires the reopener clause for permits. And that is actually what the State Board required in their remand. So you're kind of You bring up the issue of the remand in that covered. sense, and we think that's more appropriate.

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I would also suggest, because the semantics actually get confusing, and there is some -- there was a question here about what an offset is. So I'd like to suggest a different term, and it's not to play semantics, it's because we really want to clarify what we would -- what road we want to go do down here. And perhaps call this off-site activities. Because one thing that I want to make very crystal clear is that such a program that would allow trading, okay, credit trading, whatever you want to call it, is something we would never, ever, under any circumstances accept. We

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do see that as moving pollution around, it is against the very premise of environmental justice principles.

Oftentimes when that happens, it is low-income communities and communities of color that get, you know, the disparate impacts of that. It also reflects a mindset that we shouldn't do better than we currently expect we're going to be able to do, if the opportunities arise. And this, again, can serve as a disincentive for dischargers to do all they can to reduce, in this case, mercury loads. And I think you would agree that would be a strange interpretation of adaptive implementation.

So trading for us is something we do not accept.

Putting resources toward creating a similar capacity in another manner such as mine cleanup, when everything that could be done at the local level has been done, is another issue.

I would also mention, just before I leave this issue -because I do want to honor your request to be brief -that when we were testifying before the State Board,
Clean Water Action did, through our canvass efforts,
present a letter to the State Board calling for many of
the things that we are asking for now and some of which
the Regional Board Staff has replied to.

We provided a letter that was signed by approximately 2400 Bay Area residents from a wide variety of communities. Not one of them asked about the cost of these efforts. They wanted a cleaner Bay, they wanted more stringent pollution prevention and pollution reduction actions. So I just wanted to throw that in.

Just a few more things, quickly. About risk reduction. First of all, I want to thank the Regional Board Staff, because they did include the language from the State Board order in the TMDL on Page 24, as we had requested. We think this is going to be very key in

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protecting impacted communities, particularly subsistence fishers over the decades ahead. I think the San Francisco Bay Area Regional Board as well as the State of California should be very proud that they are taking a lead on looking at risk reduction in cases where cleanup is going to take a long time. So I congratulate you on that, and I appreciate that.

However, we would actually like to see this language placed in each section for every discharger. It is vague language, it is not telling dischargers they have to go out and do medical screening or whatever risk reduction develops into. But I think that it is fair to say that dischargers have a responsibility regarding this manner in supporting these efforts. Interestingly enough, a number of dischargers have stepped forward already, specifically BACWA and BASMAA. And they are working with the Regional Board to act on risk reduction, even before we have a TMDL instituted. We have consistently praised that effort.

The people that are not at the table on this, who have been missing in action on this, are the dischargers who are not only private concerns, not living off the rate-payers, but are the polluters, are the people that are creating mercury pollution. We don't see waste water treatment plants and storm water agencies as creating pollution, they are managing pollution. And while they have a discharger responsibility, I wonder where the other dischargers are on this risk reduction responsibility.

Consequently, we feel that if we put this in the discharger section from the TMDL, that will be a more fair message sending out that everyone needs to come forward and support these efforts as they develop. And there is a process that is happening, where that is going on.

CHAIRMAN MULLER: I need you to conclude, please. We've been more than --

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MS. VENTURA: Okay. Then I'll make two very quick comments. We appreciate the fact that Staff is moving ahead on responding to the State Board Resolve 7, which does call for prioritizing mines and -- identifying and prioritizing mines. We would also say that that would include stream beds and hot spots that drain into the Bay.

What the problem is, is that it's not clear in the TMDL what they're doing. It's not clear what's going to happen in the future. And so we do wish that they would add two or three sentences, kind of codifying the actions that they are currently taking along those lines in conjunction with the Central Valley.

And we also ask that they would make a simple change to address the issue of air deposition, which is, in fact, addressed in the State Board resolution. We do feel that that is part of the remand response. And that would -- we would consequently like to see language

added on Page 15 under Urban Runoff that says, "Aggressively identify and regulate through permits and the TMDL fixed sources within their watershed of airborne mercury-laden particles and dust which may enter runoff." A simple addition to the TMDL.

Last thing I will say, and then I will turn it over to the next speaker, I'm not going to go into this now, given time, but for the reasons that I talked about offsets, these are the same reasons we actually do believe that there should be enforceable individual waste load allocations for each POTW and refinery and any other kind of discharger. So I'll leave it at that, but thank you for your attention.

CHAIRMAN MULLER: Thank you. So we'll have Michelle, Kevin and Alan lined up here for the three.

MS. PLA: Good afternoon, Chairman Muller and Regional Board Members. My name is Michelle Pla, and I'm the

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Executive Director of the Bay Area Clean Water

Agencies, representing the collection systems in the

Bay Area and the POTWs that make up the municipal waste

water category in this TMDL. I want to commend the

Staff for the hard work. I believe they have developed

a new TMDL that is in response and does respond to the

remand.

Before I go into that, though, I do want to respond very briefly to the discussion earlier on ex parte, and to let you know that we in BACWA also had the same sense that we wanted to wait until after this hearing when the discussion had come out, and all the issues had been on the table before we had any particular discussions with Board Members. We hope that you will be available per your own feeling about that between now and August.

25 Baykeeper and Clean Water Action because we, too, did

But I also wanted to let you know that we did meet with

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not want to be surprised about their issues. And I'm sure they were not surprised about ours. I think that meeting was very helpful on both of our parts. We also met with EPA, we were very pleased that Alexis Strauss had her staff meet with us in conjunction with the Regional Board staff, again, to make sure that we all understand each other's issues in advance so there were no surprises.

So although we did not meet directly with you, with any of your Board Members, we did have some communications outside of just our comment letters before the comment letter was developed. And we hope that if you have any questions about our position, please get in touch with me directly, and I'd be happy to talk with you and come meet with you and go over it.

I have five major comments that I want to make this afternoon regarding this proposed remand. And our comments are really intended to be -- to help improve

this so that when it does go to the State Board that it can be adopted. Specifically, we are concerned about the Water Quality Objectives for fish tissue. We believe that perhaps what has happened here is that the Staff has gone a little bit beyond what was required by the remand, and has introduced some unnecessary conservatism, which is proposing a greater level of protection for the San Francisco Bay than we see in other water bodies in California, and any other water bodies in the country.

And in order for them to back that up, we do think that they need to do a little bit more on their CEQA work, and a little bit more on their water quality analysis.

We don't think that there's enough there to back those things up.

Our second issue that I want to talk about is about the waste load allocations. These are very dramatic reductions for a very small amount of discharge which

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has been noted. In fact, the municipal waste water discharge is about 1.1 percent, 1.2 percent, definitely less than 1.5 percent. We do appreciate that in requiring this dramatic reduction, that the focus has been in the first 10 years on pollution prevention and any upgrade that we've already planned on doing. And we do very much appreciate that advanced facilities and small or really well-performing facilities that have very low mass discharges right now would not be required to go to the 40 percent reduction level. We think that only makes sense, and you really cannot squeeze blood from a stone.

The group allocation issue has been discussed a lot this morning, and BACWA and BACWA's members have had quite a lot of discussions about this, and you did hear Mr. Kelly's comments earlier. We definitely believe that this watershed approach is what's going to enable us to move forward with an offset program. And the watershed approach is what's going to be allowing us,

the group allocation is what's going to allow us to move forward to look for better ways to realize water quality benefits for the San Francisco Bay.

And it also sets up the individual allocation so that each individual agency and POTW knows what is required of them, and can meet those lower levels. And if they can't and that aggregate is not met, then there will be enforcement and we fully anticipate that.

I think I heard this question that perhaps these individual waste load allocations should be in individual permits and be fully enforced without the group allocation. And my concern about that is that will take away any desire to work on the watershed as a whole, and it will also put into play immediately mandatory minimum penalties. It is not a pilot, it becomes clearly a very serious game.

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So our feeling is that the group allocation produces a huge incentive for us to work on this watershed, and to work on other sources and look for other ways -economic, reasonable ways to realize results for the watershed.

My next issue is the issue of pollution offsets. do want to mention here again that there's been a lot of discussion about that. The remand talks about the State Board being in charge of developing a policy on that so that we are all sort of acting a little bit on faith that that's going to be developed over the next 10 years, so that we know how to proceed.

BACWA member agencies definitely believe that to meet that 40 percent waste load allocation we will need a statewide offset policy. And we are recommending that the TMDL specifically recognize that meeting that 40 percent will be contingent on the development of a statewide policy that is implementable and equitable,

and that will in fact result in improvements for the San Francisco Bay.

I've heard everything that Andria Ventura said before. We've talked often about this, and I don't disagree with her concerns at all, or with the concerns that were raised by Member Wolff. Definitely, we would not -- an offset policy, I can't imagine would be adopted allowing some local impact to be occurring and then you could still offset. I don't think that's ever going to happen, and we don't anticipate that.

But the idea here is that the policy, as you saw in the remand language, is not meant to leverage public agencies, but rather to allow us to look for economic ways to produce results for the San Francisco Bay. I heard Andria state that her feeling was that an offset shouldn't be allowed unless all treatment had been put into place, and that if that's the case then there's no incentive for an offset.

The whole idea here is to not have the Bay Area public investing tens of millions of dollars every year in advanced treatment without any results for the San Francisco Bay. and so that's why we feel that that

CHAIRMAN MULLER: I need you to conclude.

policy is critical.

MS. PLA: Risk reduction. We are concerned about the language there, because, again, we have read the remand and we understand the language in the remand. We do not believe that the State Board has the ability in the remand to require public agencies, public waste water agencies to finance, develop or deliver public health programs to people who have had some impact from mercury. And so we really hope that that -- in our written comments we have recommended some changes to that last bullet. And we believe that the state not only doesn't have the authority to do that, but we don't believe that was their intention. Because there

regulatory authority.

So we will be participating in risk reduction, but we don't anticipate that our permits are going to require us to finance, develop or produce public health programs for individuals who are showing any impact

is language in there about consistent with their

CHAIRMAN MULLER: Thank you.

from mercury. And I think that's it.

MS. PLA: Thank you very much.

CHAIRMAN MULLER: We're going to have Kevin and Alan and
David Williams, please, if he's still here.

MR. BUCHAN: Good afternoon, my name is Kevin Buchan.

I'm with the Western States Petroleum Association. And this has been a long day. I can imagine you guys are tired, because I am. So I'm going to be really brief.

1 The State Water Board is going to handle this offset 2 policy, they've already committed to doing it. I don't 3 really see any value in changing the TMDL to 4 incorporate that here. We think you guys should move 5 6 this TMDL forward. This thing has been delayed for two 7 years. 8 this thing was first adopted by this board. 9

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legally defensible.

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this Board.

Now, here we are two years later and we're trying to polish the chrome a little bit more. It kind of reminds me, it's kind of like your Staff has gone out and they've built a \$25 million Gulfstream Lear jet, and it comes off the assembly line brand new, and we're complaining that there's not enough Armor-All in the tires. It's like, you know, we need this TMDL to go forward. There are a lot of TMDLs that the State Water Board has got to adopt, and that includes the TMDLs at

In September it will have been two years since

that time we felt it was very scientifically sound and

We support Staff in the direction they're going, we'd like to see you guys move this to an adoption hearing and adopt this TMDL and let's get on with other business. And that's all I have. Thank you.

CHAIRMAN MULLER: Thank you, Kevin.

MS. JOHNCK: Right on. I have a few more words. Ellen Johnck, Executive Director of the Bay Planning Coalition. And I'm here today to represent the interests of the maritime community and the teeny bar way down at the bottom of the screen that says 'dredger category.'

You have done -- wow, this Board and your Staff have done a fantastic job on this, the first TMDL as Kevin said. But this revision, it's amazing what you've been able to accomplish under the conditions. So I just want to say that the maritime community is very supportive of what you're doing here.

And, of course, we want to affirm -- it would come as no surprise that the statement that dredging is considered a net mercury loss as long as, of course, as we abide by the LTMS and we're very much working with that, as we have for the last 15 years and continue to make great strides there.

I do just want to make a couple of points regarding

Appendix A for the record. And these do not require

any further response today, you've done enough today.

But at some point in the future, just want to have some

more discussions on these topics. This is the

suspended -- we're noting that the suspended sediment

target concentration of .2 parts per million is

retained. We don't see this as an issue, unless it

starts to be applied or applicable to our upland

disposal projects.

We just need a little clarification and discussion about whether it will be applied to project-specific

WDRs for upland disposal that require decanting. The issue is decant water from an upland placement project with moderate bulk sediment, mercury levels somewhere that tend to go between .2 parts per million to maybe as high as .5 parts per million.

These would likely contain finer grained sediments that would be expected to have a little higher mercury concentrations than the bulk concentrations, and therefore exceed the .2 target. I don't really think there is an intent to regulate point discharges of suspended sediments, but we will have to have a little more concentration on that.

The other point that I want to make about the mercury in sediments that are proposed for in-Bay disposal, and the requirement that they be below ambient Bay concentrations, which will be based on the ten previous years of regional monitoring program data. As of now, this threshold used by the DMMO, this will, of course

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mean that the DMMO will have to apply greater scrutiny to in-Bay projects, but this is a moving target. So we're going to do a little more analysis to see how this is likely -- how these last 10 years of RMP data would likely affect our in-Bay disposal projects.

And then, just finally, on the point on Page 18, where we talk about additional requirements of studies, we will want to have more discussion on that. You know, the dredgers support about 10 -- not 10, 17 percent of the \$3 million budget for the RMP, and also through our LTMS Environmental Windows Project. I have a number of substantial funds that are coming in to the study of methyl mercury in particular. So I just wanted to note that, and of course we'll be interested in doing studies, but want to know who's doing what and what the parameters of those are.

In the meantime, right on. Get on with approving this good work. Thank you.

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CHAIRMAN MULLER: Thank you. I think I'm going to start a new policy of 12 to 12:30, we're going to lunch from now on.

MR. WILLIAMS: Well, it's a long day for everybody.

CHAIRMAN MULLER: Thank you.

MR. WILLIAMS: Chairman Muller, Members of the Board, my name is Dave Williams. I'm the Director of Waste Water at the East Bay Municipal Utility District, at 375 11<sup>th</sup> Street, here in downtown Oakland. I first wanted to thank the Staff for some of the excellent work and hard work in preparing this revised TMDL in response to the remand.

I also want to support the comments that BACWA has submitted and verbalized by Michelle Pla. But I'm here specifically to address an issue that pertains to East Bay MUD, and this is with respect to recycled water.

1 East Bay MUD has an ambitious recycled water program. 2 3 4 5 6 7 8

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Our goal is to have 14 million gallons per day of recycled water facilities online by 2020. We're well on our way to doing that. Several of these are joint projects within our overall water service area, with other waste water providers. In fact, Dr. Wolff attended a ribbon-cutting ceremony a couple weeks ago for our joint project with the Dublin/San Ramon Services District.

The issue is that some of these projects that we've identified to get to this long-term goal of 14 are irrigation projects, and some are used for industry. And, of course, the State Water Code supports both of those types of recycled projects. With industry, unlike with irrigation where it's applied to mostly turf, in the industry we use it for cooling tower -recycled water for cooling towers and for boiler feed water -- requires a high degree of treatment. But then

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CHAIRMAN MULLER: Thank you. Sejal, would you like to

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there's our reject stream, such as boiler blow-down and

Oftentimes, you're getting the water from a municipal

secondary treatment plant. East Bay MUD treats it, it

Some of our projects will have this discharged through

asking is that the TMDL, the Basin Plan Amendment have

allocation to be transferred from the POTW, where the

source water is being obtained to ultimately the NPDES

permit holder that would discharge some of these side

specifically addressed in the TMDL, the ability to do

streams like the blow-down from the cooling towers.

So that's my request. I'd like to see that

is used for industrial purposes and it's discharged.

the industry's own permitted outfall. So what I'm

specific provisions that allow for the waste load

the brine stream from our reject process.

MS. CHOKSI: Good afternoon, Chairman Muller, Board
Members. Sejal Choksi, San Francisco Baykeeper. I
just have to make a quick comment. I'm just really,
really pleased at all the questions and discussions
going on by the Board Members, that the level of
understanding and sophistication on this topic has just
risen through the roof. And many of the issues that
were raised were actually challenges that Baykeeper
originally had to this TMDL, so Mr. Eliahu, Ms. Bruce
and Ms. Warren, I would really appreciate talking to
you guys about your questions that you've raised, and
anybody else who has any questions.

So, getting into the substance. I would first like to give a hearty congratulations to both Dyan Whyte and Carrie Austin. I think that they have done a tremendous job responding to the remand order. And I believe that -- as you can see from the letter -- Baykeeper supports many of the amendments that have been made. There are a few things that we would like to

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see. A couple of them we believe are necessary to respond to the order fully. And I'm going to talk about some of them, the most important ones, today. You have our 10-page letter and our one-page summary. So hopefully you'll get the gist of the rest of what we would like to see.

But, first, as we've kind of talked about today, we believe the State Board remand order requires this TMDL to have enforceable individual permit limits. I didn't quite understand Dr. Mumley's explanation or response to this issue earlier, but from a logical and legal perspective, if a discharger like Chevron is violating their individual mercury in their permit, the Board has an obligation to enforce that limit.

It would be just a terrible policy and just an awful precedent for you to say that you are not going to enforce their limit if they're violating mercury levels. So it makes me really uncomfortable to hear

Dr. Mumley say, 'well, the language is going to be in the permit, so don't worry about it.' I can't -- I have no idea what that will look like, I don't know what that means. This is new territory, and I think in order to be really responsive to the remand order, we should just make the permit limits be individual limits, enforceable. And that would be a change on Page 18 and 19, and deletion of a sentence.

Second, I actually, shockingly, agree with Kevin Buchan of WSPA. The State Board is going to handle the state offset policy, and I don't think we need to get into the details of it today. We're going to be hashing that out for years, it seems.

But there is a sentence that's newly-added in the Basin Plan Amendment that essentially lets waste water dischargers off the hook for making real reduction in their loads, as Staff is trying to envision over the next 10 and 20 years. The shield creates a

disincentive for the dischargers to implement meaningful pollution prevention practices now. And it also creates the wrong incentive for them to not cooperate with creating the state's offset policy.

So I would just like to say, chronologically speaking, the Board always, always has the option of revising allocations in the future. That's just something that you are allowed to do, you have the discretion to do that. There's no reason to put that option exclusively into the TMDL right now, because it creates this disincentive. And so we would like that one sentence on Page 25 to be deleted, because you always have that option, and why call this one particular one out right here when it actually creates a disincentive to comply and try to, you know, make some really meaningful reductions.

Third, the Basin Plan Amendment still does not hold refineries accountable publicly for the mercury they

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bring into the Bay Area. And we believe the remand order does address this issue and does require it.

With all due respect, Dr. Mumley's presentation was not actually responsive on the concern, the very specific concern that Baykeeper has.

Our issue is not with mercury in air emissions. We believe the 13267 letter you guys issued does address that question. This is not the same as the mercury in crude oil. Your Staff estimated last year that the mercury in crude oil is about 380 kilograms. That's a significant amount of mercury. But for some reason, Staff has been reluctant to ask refineries to actually confirm that that number is actually correct. It's just an estimate.

So we're simply asking you to add one question to the refinery section that says tell us, the Board, how much mercury is in crude oil from each refinery. And it

seems like a really simple and straightforward question to ask.

Fourth, and finally, I support Dr. Wolff's recommendation to remove the storm water shield language that we saw in the Pesticides TMDL. If the sentence is inconsequential, it's not inconsequential to Baykeeper, so we would really like to see that sentence removed here.

To conclude, I strongly urge you to ask your Staff to make these four changes. We believe they're very easy to make, and can be done very quickly before the next hearing, at which I hope we can support adoption of the TMDL. Thank you.

CHAIRMAN MULLER: Thank you, Sejal. I think I responded to some of the comments. Khalil will be next, and then Robert, and then we have one or two more to go.

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MR. ABU-SABA: Good afternoon, Board Member Muller,

Members of the Board. Dr. Khalil Abu-Saba, Quicksilver

Solutions. Anybody who knows how to fill out a

Schedule C can start their own consulting firm. I'm

not here on behalf of anybody. As was mentioned, I

helped launch the first phase of this five years ago.

And I'm here to make three very brief policy process

comments, and then there are a couple questions that

came up from Board Members regarding offsets and

wetlands that I'll quickly speak to.

It warms my heart to see all the usual sinners in the rear pews today. I appreciated Dr. Mumley's roll-calling, and I would add to that before Lila Tang and I picked up the first draft of the Mercury TMDL, the work initiated by Toby Tyler and Ken Taylor was foundational. Which means it's been about 10 years and 5,000 pages of administrative record. And the number of current and former staff that have worked on this

outnumber the number of Board Members. In fact, pretty soon, we'll be able to field a soccer team.

So, really briefly, I would say go ahead and adopt the TMDL, it's good to go. And don't change a word of it, it's fine. Rule number one is that Staff were right, and rule number two is if Staff aren't right, find a way to make rule number one apply.

I also encourage you to be proud of the process that's led us up to where we are today. And while this is directed to the Board and the Chair, I very much want everybody else in the room to hear. You need to stop pretending and posturing that the remand is some kind of mark of shame or some huge victory, or some crashing loss for one side or the other. The remand is just a sign that we're talking about things, and to me, that says the system is working.

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You know, Board Member Eliahu and I come from a region of the world where people don't talk so well. And so I really encourage you to take a look at that, and recognize that the system is working. And I do agree with Sejal Choksi that the level of sophistication and technical savvy that has come out in these discussions has just gone up by orders of magnitude. So everybody take a bow.

And the other thing to be proud of is that in the process of all these discussions, things are happening. And I wish that, you know, you would recognize and articulate that a little bit more clearly. In the five years during this process of developing the TMDL and hitting it up to Sacramento and hitting it back, you know, you mentioned the Guadalupe River as a significant source but failed to capture that, oh, well, you've been enforcing the Guadalupe River at New Almaden.

You know, in 1994 to '96 there was a settlement that initiated a cleanup of New Almaden mine site, and turned it into a county park. And a year ago there was a settlement of the Natural Resources Damage Assessment that provided a multi-million dollar resources for downstream management of mercury loads. And I never hear that, but you really need to recognize you are implementing load reductions today.

And this year, in April of this year, I attended a committee meeting, subcommittee meeting with the Regional Monitoring Program sources, Pathways and Loadings work group. This is a committee I initiated, geez, 10 years ago now. One of the things that we saw, looking at the monitoring data from the lower Guadalupe River is that it appears that over the past five years the mercury to TSS ratio has dropped.

All the scientists in the room picked that out. And we

also said, "Wait a minute, we need to monitor five

years, 10 years more before we can really be sure about that." But it really looks like things are happening in the watershed. That we know. They are doing projects to remove mercury, you know, mercury-laden sediments.

And it looks like they're working, and you need to take some credit for that.

And that really brings me to my third, you know, kind of policy process. Which is that we need to really walk the talk. All this Staff effort, all of these, you know, years of planning, your 5,000-page administrative record will amount to 5,000 pieces of paper until you actually implement projects and then report back 'here's what we did, and here's what we got for it.'

Now, some of that is happening, but I will really believe it when I see it. And I think this goes very much to some of the questions about, you know, what's going on in the Central Valley. Are we comfortable

sort of deferring to the Central Valley TMDL and saying, 'well, they're adopting a TMDL.' It kind of depends on what they do. You know, show me the mine sites, show me the other projects. Everybody has walked up on this TMDL with their own ideas for what's a good implementation action. Methyl mercury studies, treatment plants and mercury load reductions and treatment plants, and air sources.

You know, when I walked up on this TMDL -- and I'm guilty of this, too -- my imagination was captured by the mine sites. And that's where I've put a lot of my life's work. You know, I think we all have done a good job at what we do well at. We need to just kind of move forward, and that's where I really encourage you to adopt this TMDL.

Board Member Wolff, I'm glad to hear that you're going to Sacramento, and when you get there, take a hard look at these plans that are coming out, and ask them hard

questions about what will they really do, what are the mine sites they're going to be knocking over. Number two, after New Almaden was New Idria. And two myths about New Idria, one, there is no responsible party. That has actually been put to rest. There is a potential responsible party connected to a \$600 million a year corporation, has come forward and started talking to Water Board Staff as of fall last year. The other myth was that the water doesn't go anywhere.

And on April 5<sup>th</sup> of this year, after that consistent heavy rains we got, I went out and at the nexus between the water body downstream at New Idria and the San Joaquin River, I went ahead and just filmed flow exiting and headed for the Central Valley. So, you know, really, the planning is fine but it's time to get on with walking the talk. So I will look forward to kind of talking to you about that in Sacramento.

So those are my policy process comments. And I wanted to just really briefly touch on two questions that came up from the Board. One is -- and everybody's really been thinking about this a little bit -- is what is an offset and how does that look? I kind of like the idea about calling it offsite credits, even if it just sort of gets rid of a politically sensitive language.

I said this to you two years ago, and I'll repeat it. You need to think about offsets like you think about any plan or any permit you adopt. It's a CEQA process, and that means that your duty is to avoid and minimize and mitigate for pollution. You know, it's still and always has been illegal to discharge pollution in the state waters. That hasn't changed.

So what you're really doing when you adopt a plan, you're saying, 'well, you know, of course waste water treatment plants have to guarantee they're not producing any localized effects.' And I need to tell

you that, you know, if there were actually evidence right now on the table that waste water treatment plants were causing harm, I would have Mr. Kelly's coordinates tattooed on my right bicep, okay? The fact, the concern, the reason to methyl mercury studies is actually implementing a precautionary principle. By all means, go forward and do them.

But, you know, we're already kind of approaching the ascent, where we think we've pretty much done all we can. Keep doing more, keep looking. I encourage you to do that, but recognize once all that's done, there's still going to be needs. Watershed load reductions, risk reduction, these are going to require resources, and that's really what -- where the offsite credits come in. Societally, we're saying after you've done everything you can, what else needs to be done, and who's going to pay for it and why should they. And that's where your challenge is.

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The first round of the TMDL, they didn't put the pressure on one particular -- on waste water treatment plants. This round has and is now offering the offsets as, you know, a way of moving forward with that. And that was one of the foundational issues that led to the remand, and when I saw Ms. Fleck out in the hall and on break, I said two things. One, congratulations. And two, let me know how that works out for you.

So you're not at the end of it yet, and you've very clearly articulated some of the challenges. If you don't put pressure, why should anybody do anything? If you do put pressure, then why shouldn't they just relieve the pressure rather than deal with the offsite credit? So good luck with that.

And, finally, to conclude. Just some thoughts about the -- Board Member Eliahu, I appreciate your questions about the Westlands District and the I-5 Project.

Speaking more generally, the Westlands -- rather, the

San Joaquin River side of things -- the San Joaquin River is interesting because it's such a low part of the overall flow to the Delta. And yet, because of when the flow goes up they start diverting from the better water side, the Sacramento side. That actually means that inputs of pollutant loads from the San Joaquin River during a high flow period do become significant. And you can see that in the sediments at the mouth of the San Joaquin River.

When the flow goes off, when the relative proportion of flow from the San Joaquin River goes off, the concentration of mercury in bottom sediments at our RMP station at the mouth of the San Joaquin River also goes off. It's not just mercury and sediments. If you look at the very first year of CAL-FED monitoring data and the concentration of mercury in inland silversides (phonetic), there's a bioaccumulation gradient that points all the way up the San Joaquin River towards Mudd Slough.

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but as I said to the Central Valley Regional Water Board November 28<sup>th</sup> of this year, you can't ignore the second-largest producer of mercury in North America that drains into the San Joaquin River. So with that, I'll conclude. And Staff, if there's anything I can ever do to help, click your heels three times and say, "Quicksilver." I'll be there for you. See you in Sacramento. Thanks.

CHAIRMAN MULLER: Thank you. Robert. And we're getting down to the last --

MR. FALK: Jo, don't go. Because I want to say welcome Now you can go. I'm Bob Falk, I'm counsel to back. the Santa Clara Valley Urban Runoff and Pollution Prevention Program, or otherwise known as the municipalities that discharge storm water in the South Bay. I forget why I'm standing up here, because I'm so

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hungry I want to eat something, and I'm sure you all feel that way.

Actually, I didn't plan to testify today. And I'm here to address just one point, and that's the point that Dr. Wolff raised first and Sejal raised last, which is this business about striking out of the implementation plan a sentence that essentially says that if municipal storm water agencies comply with their NPDES permits, they shall be deemed to be in compliance and not actionable to citizen suits and being hauled into federal court.

That's a principal that we -- a policy principal that has undergone extensive discussion in this state over a long period of time. And it is a reflection of that policy, and I strongly disagree that that's inconsequential or that it should be struck out of this Implementation Plan. It is very, very important to the municipal agencies to understand that if they get a

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permit, and if they implement all the programs in the permit that they're asked to implement -- they fund them, they implement them, they report on them -- that they're not going to be hauled off into court for the water quality standards still not being met. It may be very good cause to adjust their permit, to change the requirements in there, to ask them to do more in the coming years. But it's not a good reason to subject them to enforcement action.

So I ask you, leave that language alone. I also agree with Tom Mumley, it's not part of the remand, it's not what's been public noticed, it would be procedurally improper for you to deal with that issue.

Finally, let me say on that point that there's a compact here. The municipalities have a lot of concerns about this TMDL. They've expressed those in the past years. They're concerned about it being based on sediment, they're concerned about load reduction

that they're assigned, which is bigger than anyone else's -- really going to do something in the Bay Area is a sign. We're willing to put all that anxiety on the side and say, "Okay, we're going to trust your program, we're going to trust adaptive implementation, we're going to work with you."

But to put that anxiety on the side and to satisfy city council members and mayors that that's okay, having this language and saying, "Look, once we have our permit, as long as you let us do what's in our permit, we're going to be okay here." That's very important. So thank you very much.

CHAIRMAN MULLER: Thank you.

MR. WOLFF: Mr. Chairman?

CHAIRMAN MULLER: Yes, sir, Gary.

MR. WOLFF: May I just ask a quick follow-up question? CHAIRMAN MULLER: Sure. б MR. WOLFF: You indicated that that sentence is --implements a policy that's been adopted elsewhere. don't need to answer that for me today, where elsewhere, but I'd like to see that in writing. like to know where that policy, that language you're talking about has been implemented elsewhere. MR. FALK: Yeah, the State Board --MR. WOLFF: Not today, please. But if you could just send it to me, or see that I get it through Staff. MR. FALK: Okay. 

MR. WOLFF: Thank you.

You

MR. FALK: I hope you agree it's a policy that makes some sense.

CHAIRMAN MULLER: I found it, I found the last one here.

Peter McGaw.

MR. McGAW: Thank you. I'm Peter McGaw, and I'm here today wearing the hat of the Partnership for Sound Science and Environmental Policy. Craig Johns, the Executive Director, was not available and asked me to do my best to stand in on his behalf.

First of all, I don't see Larry in the audience, but it's my understanding this is Larry Kolb's last meeting, and I wanted to at least thank him. And since he's not here, maybe someone can pass along --

CHAIRMAN MULLER: I think we're going to be recognizing him --

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MR. McGAW: That's great. Just note that I appreciate all of his efforts over the years, particularly on this I wanted to address, just very quickly, the question about mercury in crude oil that comes into the refineries. That issue has been raised before, here, in front of this Board. It was raised at the State Board level before the remand. And I think if you read the remand, what you will see is in fact the State Board was supportive of the efforts that this Board has taken so far in the findings. And they did not direct this Board to do anything additional beyond what it has already done with the 13267 letter. And the refineries are participating in the air deposition study that is going to provide this Board with additional information on sources of mercury to the Bay, which, of course, is the charge of this Board.

You may not be aware, but it's my understanding that
U.S. EPA and the American Petroleum Institute are
looking at the question of mercury and crude, and the

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feasibility of sampling for that. And although the results aren't all in, it's my understanding that it's very difficult to get any grasp of -- I mean, any stability in the sampling of crude oil, but the mercury levels in crude oil can be highly variable, not just dependent on the particular oil field that it comes from, but even the well or even the time that the well is pumped. And so trying to get a grab sample of mercury and crude and trying to draw conclusions from that appears to be very problematic.

I think the message for this Board is that there are others working on that issue on a national basis, and it certainly would not be appropriate for this Board to try and reinvent the wheel as part of this particular TMDL process. The Partnership for Sound Science supported the last version of this TMDL, they support this particular version. It is a science-based TMDL, and I do support the comments of others saying that

it's time to get this thing up and running, and implemented. Thank you very much.

CHAIRMAN MULLER: Thank you. It was said earlier about the dials just need a little bit of adjusting. Well, we've given over an hour of public testimony here. So I know you have a lot of adjusting to do on those dials. You're going to have some big levers to pull, but we're off to a right start and we're going to get this thing implemented, as a number of speakers have said.

So we can wrap up. Any other comments or questions and conclusions here? We'll be looking forward to, hopefully --

MR. ELIAHU: Mr. Chair, I would like to say something.

I'm still bothered with this allocation, waste load

allocations. And I don't know how the rest of the

Board feels about it. I would like to take a vote and

I'm suggesting to cut the allocation from 18 kilogram to 16, and I would like to know what the rest of the Board thinks about it. MR. WOLFF: Could you clarify? You're proposing to reduce -- to make the allocation --MR. ELIAHU: Well, right now it's 18 kilogram coming to the Bay. And the suggestion right now is to reduce it to 12. And I'm suggesting to reduce it to 16, rather than 12. MR. WOLFF: Okay. CHAIRMAN MULLER: Can we take an action like that, that's not on --

MS. WON: You can give direction as to how you want to TMDL to come back to you, when it comes back to you. But this item has been agendized as a no-action item.

CHAIRMAN MULLER: Right. So, in other words, we can't vote on it. So you're more than willing as a Board Member, to go ahead and make that suggestion to the Staff, if you'd like. Margaret, do you have some political insight here?

MS. BRUCE: And I just have a question that might help clarify — two questions, actually, that might help clarify what our options and opportunities are for crafting these allocations. If the Guadalupe TMDL, the Central Valley's various Mercury TMDLs successfully reduce mercury beyond those two very high bars that we saw in your earlier presentation, will that potentially change the opportunities for changing allocations and implementation schedules for POTW dischargers?

MR. MUMLEY: Yes.

MS. BRUCE: Okay.

MR. MUMLEY: As by design in our adaptive implementation section.

MS. BRUCE: So then, there is a potential to address Mr. Eliahu's concern about the perception of disproportionate impact on the POTWs bearing a disproportionate, as I said, a target on the front, a target on the back kind of -- for greater effective mercury load reduction in the Bay, and a little bit of relief on those who are, at least now, appearing to bear a disproportionate share of the impact and cost, I don't want to imply that I think the POTWs should be given a pass.

But I'm thinking about this in terms of how much loading there is, just coming into the Bay. thinking about, as we work through these over time, and those larger bars are brought down, do we have some intentional wiggle room built in?

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MR. WOLFE: I would say we definitely do. Remember, we're talking about implementation in a 20-year period, and that we have a section on adaptive implementation. Because we recognize we're going to learn a lot through this process. You heard Bob Falk representing, to a certain degree, the urban runoff community, who definitely has concerns about whether they're going to be able to achieve the allocation we've specified here.

But we're saying that, one, our implementation means for many of these parties, especially the waste water and storm water, is through the permit process. That's five-year permit, we have an opportunity every five years to come back and review what we have in the permit. At the same time, that may even drive us to come back to you with an amended TMDL.

We recognize we need to address issues such as methyl mercury, such as what really can be accomplished through the Central Valley. And so we're going to be

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driven to keep this current, keep this up to date. And I think that's where we have the opportunity to look at what have we learned.

MS. BRUCE: Great. Thank you, that answers my question.

MR. ELIAHU: Well, then, that's what we say in 20 years. You don't meet your objection of using the bedload in Central Valley, then you go back to the waste load and reduce it to zero? What are you going to do, then?

MR. WOLFE: Well, I think we -- again, this is going to be a challenge as to both better understand what's coming through the Central Valley. As you heard, the sediment now coming out of the Delta is, in many respects, cleaner than what's already in the Bay. But we don't have a good handle on all of the sediment transport mechanisms. Can we monitor that in 10 years from now, and see that that actually the framework is

different than today. And that that may mean that we look at different allocations.

However, I think the main message we're trying to get across is that there are actions that all parties, all source categories should be taking, and can be taking today that can start the implementation, that can move forward with the implementation. And I think one of the comments that you heard from the commentors was relative, in fact, that especially in waste water there's the recognition that many things they're doing they should be doing, relative to pollution prevention. Especially since this is going to have benefits for not only mercury, but for other pollutants as we move forward.

And so, much like the last TMDLs we considered on Napa and Sonoma, we want to make sure that actions here are potentially going to be able to have some benefit on other pollutants, and that we get that economy of

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scope. And so I think it's trying to make sure we're pushing all parties to be responsive and making progress on implementation, but recognize that we're going to learn more as we go along, and we may have opportunities to see where other source categories may be able to do more, or can't do as much, and we need to modify.

CHAIRMAN MULLER: Okay.

MR. ELIAHU: Okay.

CHAIRMAN MULLER: I think -- again, I apologize to everybody about this lunch thing. It's not going to happen again. It seems like our agendas are getting heavier and heavier and heavier, and we just keep thinking we can grind through these things. But we definitely in Region 2 are earning our keep with everyone.

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MR. WOLFE: Do I hear a request for a two-day meeting?
I don't think so.

CHAIRMAN MULLER: I think if we could, quickly -- Gary, did you have an oath of office that you could --

MR. WOLFF: We have to adjourn the meeting for us to handle that.

CHAIRMAN MULLER: Okay, is that correct, Yuri? We'll adjourn the meeting and then we're going to swear in Gary quickly, to go to his next assignment in life, and make sure he doesn't forget the little people. So t this time we'll adjourn the meeting. If you would like to just stay for a moment, and then we will reconvene the storm water subcommittee, who's been very patient for two months. I don't think we'll ever do subcommittee meetings again in the afternoon, it just never clicks.

[Whereupon, at 1:50 p.m., the meeting was adjourned.]

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