

STATE OF LOUISIANA

DEPARTMENT OF ENVIRONMENTAL QUALITY

IN THE MATTER OF:

VEOLIA NORTH AMERICA  
REGENERATION, LLC

AI # 67572

PROCEEDINGS UNDER THE LOUISIANA  
ENVIRONMENTAL QUALITY ACT  
LA. R.S. 30:2001, ET SEQ.

\* Settlement Tracking No.  
\* SA-WE-20-0059  
\*  
\*  
\* Enforcement Tracking No.  
\* WE-CN-18-00999  
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SETTLEMENT

The following Settlement is hereby agreed to between Veolia North America Regeneration, LLC (“Respondent”) and the Department of Environmental Quality (“DEQ” or “the Department”), under authority granted by the Louisiana Environmental Quality Act, La. R.S. 30:2001, et seq. (“the Act”).

I

Respondent is a limited liability company that owns and/or operates a sulfuric plant located in Darrow, Ascension Parish, Louisiana (“the Facility”).

II

On October 3, 2019, the Department issued to Respondent a Consolidated Compliance Order & Notice of Potential Penalty, Enforcement No. WE-CN-18-00999 (Exhibit 1).

III

Respondent denies it committed any violations or that it is liable for any fines, forfeitures and/or penalties.

IV

Nonetheless, Respondent, without making any admission of liability under state or federal statute or regulation, agrees to pay, and the Department agrees to accept, a payment in the amount of SIXTEEN THOUSAND FOUR HUNDRED AND NO/100 DOLLARS (\$16,400.00), of which One Thousand Five Hundred Fifty-Three and 54/100 Dollars (\$1,553.54) represents the Department's enforcement costs, in settlement of the claims set forth in this agreement. The total amount of money expended by Respondent on cash payments to the Department as described above, shall be considered a civil penalty for tax purposes, as required by La. R.S. 30:2050.7(E)(1).

V

Respondent further agrees that the Department may consider the inspection report(s), permit record(s), the Consolidated Compliance Order & Notice of Potential Penalty and this Settlement for the purpose of determining compliance history in connection with any future enforcement or permitting action by the Department against Respondent, and in any such action Respondent shall be estopped from objecting to the above-referenced documents being considered as proving the violations alleged herein for the sole purpose of determining Respondent's compliance history.

VI

This agreement shall be considered a final order of the Secretary for all purposes, including, but not limited to, enforcement under La. R.S. 30:2025(G)(2), and Respondent hereby waives any right to administrative or judicial review of the terms of this agreement, except such review as may be required for interpretation of this agreement in any action by the Department to enforce this agreement.

VII

This settlement is being made in the interest of settling the state's claims and avoiding for

both parties the expense and effort involved in litigation or an adjudicatory hearing. In agreeing to the compromise and settlement, the Department considered the factors for issuing civil penalties set forth in La. R. S. 30:2025(E) of the Act.

## VIII

As required by law, the Department has submitted this Settlement Agreement to the Louisiana Attorney General for approval or rejection. The Attorney General's concurrence is appended to this Settlement Agreement.

## IX

The Respondent has caused a public notice advertisement to be placed in the official journal of the parish governing authority in Ascension Parish, Louisiana. The advertisement, in form and wording approved by the Department, announced the availability of this settlement for public view and comment and the opportunity for a public hearing. Respondent has submitted an original proof-of-publication affidavit and an original public notice to the Department and, as of the date this Settlement is executed on behalf of the Department, more than forty-five (45) days have elapsed since publication of the notice.

## X

Payment is to be made within ten (10) days from notice of the Secretary's signature. If payment is not received within that time, this Agreement is voidable at the option of the Department. Payments are to be made by check, payable to the Department of Environmental Quality, and mailed or delivered to the attention of Accountant Administrator, Financial Services Division, Department of Environmental Quality, Post Office Box 4303, Baton Rouge, Louisiana, 70821-4303. Each payment shall be accompanied by a completed Settlement Payment Form (Exhibit A).

XI

In consideration of the above, any claims for penalties are hereby compromised and settled in accordance with the terms of this Settlement.

XII

Each undersigned representative of the parties certifies that he or she is fully authorized to execute this Settlement Agreement on behalf of his or her respective party, and to legally bind such party to its terms and conditions.

VEOLIA NORTH AMERICA  
REGENERATION, LLC  
N. Services &c

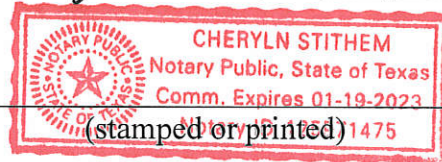
BY: James S. Pawloski  
(Signature)

James S. Pawloski  
(Printed)

TITLE: EVP + COO

THUS DONE AND SIGNED in duplicate original before me this 16<sup>th</sup> day of November, 20 20, at Houston, Texas.

Cheryln Stithem  
NOTARY PUBLIC (ID # 125971475)

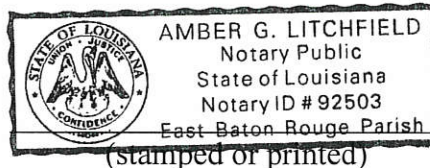


LOUISIANA DEPARTMENT OF  
ENVIRONMENTAL QUALITY  
Chuck Carr Brown, Ph.D., Secretary


BY: LI  
\_\_\_\_\_  
Lourdes Iturralde, Assistant Secretary  
Office of Environmental Compliance

THUS DONE AND SIGNED in duplicate original before me this 1<sup>st</sup> day of February, 20 21, at Baton Rouge, Louisiana.

AG  
\_\_\_\_\_  
NOTARY PUBLIC (ID # 92503)



Approved: LI  
\_\_\_\_\_  
Lourdes Iturralde, Assistant Secretary

|  |   |                    |                           |   |  |  |  |
|--|---|--------------------|---------------------------|---|--|--|--|
| LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY<br>OFFICE OF ENVIRONMENTAL COMPLIANCE<br>ENFORCEMENT DIVISION<br>POST OFFICE BOX 4312<br>BATON ROUGE, LOUISIANA 70821-4312 |   |                    |                           | <b>CONSOLIDATED COMPLIANCE ORDER &amp;<br/>                 NOTICE OF POTENTIAL PENALTY</b> |  |  |  |
| Enforcement Tracking No.   | WE-CN-18-00999                                  | Certified Mail No. | 7018 1130 0002 1720 2629  |   |  |  |  |
| Agency Interest (AI) No.   | 67572   | Contact Name       | Sharron Crayton           |   |  |  |  |
| Alternate ID No.   | LA0002771                                       | Contact Phone No.  | (225) 219-3811            |   |  |  |  |
| Respondent:  | Veolia North America Regeneration Services, LLC | Facility Name:     | Veolia Burnside Plant     |   |  |  |  |
|  | c/o CT Corporation System                       | Physical Location: | 3460 Louisiana Highway 44 |   |  |  |  |
|  | Agent for Service of Process                    | City, State, Zip:  | Darrow, LA 70725          |   |  |  |  |
|  | 3867 Plaza Tower Dr.<br>Baton Rouge, LA 70816   | Parish:            | Ascension                 |   |  |  |  |

This **CONSOLIDATED COMPLIANCE ORDER & NOTICE OF POTENTIAL PENALTY** is issued by the Louisiana Department of Environmental Quality (the Department), under the authority granted by the Louisiana Environmental Quality Act (the Act), La. R.S. 30:2001, et seq., and particularly by La. R.S. 30:2025(C), 30:2050.2 and 30:2050.3(B).

**FINDINGS OF FACT**

*An authorized representative of the Department inspected the abovementioned facility or conducted a file review of the facility to determine the degree of compliance with regulations promulgated in the Louisiana Administrative Code, Title 33. The State regulatory citations for the violation(s) identified during the inspection and/or file review are indicated below.*

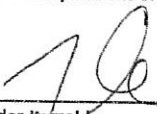
|      |   |   |
|------|---|---|
| I.   |   | <p>The Respondent owns and/or operates a sulfuric plant located at 3460 Louisiana Highway 44 in Darrow, Ascension Parish, Louisiana.</p> <p>On July 1, 2015 LPDES Permit LA0002771 was transferred to The Chemours Company FC, LLC from E.I. du Point de Nemours &amp; Company, Inc. The Chemours Company FC, LLC requested an extension for submittal of the LPDES permit renewal application, which was due by November 2, 2015. The Department issued a no objection letter dated November 18, 2015, which approved extending the deadline until April 24, 2016. On or about April 22, 2016 the renewal application was received by the Department, and LPDES Permit LA0002771 was administratively continued after the April 30, 2016 expiration date.</p> <p>Via Department correspondence dated September 29, 2016, permitting authority for LA0002771 was transferred from The Chemours Company FC, LLC to the Respondent with an effective date of July 30, 2016. As a result of the permit transfer (and the previously mentioned administratively continued LPDES permit), on September 5, 2017 the Respondent was reissued LPDES Permit LA0002771 with an effective date of November 1, 2017. LPDES Permit will expire on October 31, 2022.</p> <p>The Respondent is authorized to discharge process wastewater, process area washdown, process area storm water runoff, VCU caustic scrubber process effluent, utility wastewater, non-contact cooling water, and hydrostatic test water (Outfall 001) to the Mississippi River and treated sanitary wastewater, non-process area stormwater runoff, uncontaminated utility wastewater, washdown water from non-process areas and hydrostatic test water (Outfall 004) and non-process area stormwater runoff, washdown from non-process areas, uncontaminated Mississippi River water, and hydrostatic test water (Outfall 005) to the Blind River via the Panama Canal and Bayou Conway, all waters of the state.</p> <p>On December 14, 2018, the Respondent was issued a Major Modification of LPDES Permit LA0002771 (effective on the same date) and will expire on October 31, 2022 (five years from the November 1st effective date of the permit reissued in 2017). A summary of the major modification changes are as follows:</p> <ul style="list-style-type: none"> <li>• Outfall 001 – The mass limitations of Total Chromium, Total Copper, Total Lead, and Total Nickel increased based on additional flow information provided to the Department; and</li> <li>• Biomonitoring requirements and dilution series were changed due to the revised 7Q10 (critical flow) of the receiving waterbody.</li> </ul> |
|      | <b>Date of Violation</b>  | <b>Description of Violation</b>   |
| II.  | <b>Inspection(s) &amp;<br/>                     File Review<br/>                     12/20/2018<br/>                     09/24/2019</b> | <p>The Respondent failed to comply with LPDES permit LA0002771. Specifically, an inspection conducted by the Department on December 20, 2018, and a subsequent file review of Discharge Monitoring Reports (DMRs) between August 1, 2016 and July 1, 2019, revealed that the Respondent reported exceedances of permit effluent limitations for the following parameters: fecal coliform, pH, total nickel, and total suspended solids (see Table 1). The exceedances that occurred prior to November 1, 2017 are in violation of (LPDES permit LA0002771 (Effluent Limitations and Monitoring Requirements, Pages 2, 4, 6, and 8 of 9 and Standard Conditions, Section A.2.), La. R.S. 30:2076(A)(3), and LAC 33:IX.501.A, and LAC 33:IX.501.D. The exceedances that occurred on or after November 1, 2017 are in violation of (LPDES permit LA0002771 (Effluent Limitations and Monitoring Requirements, Pages 3, 4, 7, and 10 of 18 and Standard Conditions, Section A.2.), La. R.S. 30:2076(A)(3), and LAC 33:IX.501.A, and LAC 33:IX.501.D.</p>  |
| III. | <b>File Review<br/>                     09/24/019</b>   | <p>The Respondent failed to sample the effluent required by LPDES Permit LA0002771. Specifically, during the monitoring period of August 1, 2016 to July 31, 2019, the Respondent failed to collect samples for specific parameters and subsequently report the results on Discharge Monitoring Reports, as per the frequencies required by LPDES Permit LA0002771 (see Table 2). The Respondent's failure to sample the effluent for specified parameters prior to November 1, 2017 is in violation of LA0002771 (Effluent Limitations and Monitoring Requirements, Part I, Pages 2, 4, &amp; 8 of 9 and Part III, Standard Conditions, Section A.2), La. R.S. 30:2076(A)(3), and LAC 33:IX.501.A. The Respondent's failure to sample the effluent on or after November 1, 2017 is in violation of LA0002771 (Effluent Limitations and Monitoring Requirements, Pages 1, 2, 3, 4, 5, 10, &amp; 11 of 18 and Standard Conditions, Section A.2), La. R.S. 30:2076(A)(3), and LAC 33:IX.501.A.)</p>   |



|  |  |   |
|--|--|---|
| IV.  | File Review<br>09/24/2019  | The Respondent failed to submit Discharge Monitoring Reports (DMRs) in a timely manner. Specifically, the Respondent is required to submit monthly DMRs no later than the 15th day of the month following each monitoring/reporting, and quarterly DMRs no later than the 15th day of the month following each quarterly monitoring period (see Table 3). (LA0002771, Submittal/Action Requirements, Page 14 of 18 (Item S-1), and Standard Conditions, Section A.2), La. R.S. 30:2076(A)(3), and LAC 33:IX.2701.L.4.a) |
| <b>ORDER</b>   |  |   |
| Based on the foregoing, the Respondent is hereby ordered to comply with the requirements that are indicated below: |  |   |
| I.   | To take, immediately upon receipt of this <b>COMPLIANCE ORDER</b> , any and all steps necessary to meet and maintain compliance with the Water Quality Regulations. This shall include, but not be limited to; correcting <u>all</u> of the violations described in the "Findings of Fact" portion.  |   |
| II.  | To submit to the Enforcement Division, within thirty (30) days after receipt of this <b>COMPLIANCE ORDER</b> , a written report that includes a detailed description of the circumstances surrounding the cited violation(s) and actions taken or to be taken to achieve compliance with the "Order" portion of this <b>COMPLIANCE ORDER</b> . This report and all other reports or information required to be submitted to the Enforcement Division by this <b>COMPLIANCE ORDER</b> shall be submitted to the Department at the address specified in this document.   |   |
| <b>RIGHT TO APPEAL</b>   |  |   |
| I.   | The Respondent has a right to an adjudicatory hearing on a disputed issue of material fact or of law arising from this <b>COMPLIANCE ORDER</b> . This right may be exercised by filing a written request with the Secretary no later than thirty (30) days after receipt of this <b>COMPLIANCE ORDER</b> .   |   |
| II.  | The request for an adjudicatory hearing shall specify the provisions of the <b>COMPLIANCE ORDER</b> on which the hearing is requested and shall briefly describe the basis for the request. This request should reference the Enforcement Tracking Number and Agency Interest Number, which are located in the upper left-hand corner of the first page of this document and should be directed to the address specified in this document.   |   |
| III.   | Upon the Respondent's timely filing a request for a hearing, a hearing on the disputed issue of material fact or of law regarding this <b>COMPLIANCE ORDER</b> may be scheduled by the Secretary of the Department. The hearing shall be governed by the Act, the Administrative Procedure Act (La. R.S. 49:950, et seq.), and the Division of Administrative Law's (DAL) Procedural Rules. The Department may amend or supplement this <b>COMPLIANCE ORDER</b> prior to the hearing, after providing sufficient notice and an opportunity for the preparation of a defense for the hearing.   |   |
| IV.  | This <b>COMPLIANCE ORDER</b> shall become a final enforcement action unless the request for hearing is timely filed. Failure to timely request a hearing constitutes a waiver of the Respondent's right to a hearing on a disputed issue of material fact or of law under Section 2050.4 of the Act for the violation(s) described herein.   |   |
| V.   | The Respondent's failure to request a hearing or to file an appeal or the Respondent's withdrawal of a request for hearing on this <b>COMPLIANCE ORDER</b> shall not preclude the Respondent from contesting the findings of facts in any subsequent penalty action addressing the same violation(s), although the Respondent is estopped from objecting to this <b>COMPLIANCE ORDER</b> becoming a permanent part of its compliance history.  |   |
| VI.  | Civil penalties of not more than thirty-two thousand five hundred dollars (\$32,500) may be assessed for each day of violation. The Respondent's failure or refusal to comply with this <b>COMPLIANCE ORDER</b> and the provisions herein will subject the Respondent to possible enforcement procedures under La. R.S. 30:2025, which could result in the assessment of a civil penalty in an amount of not more than fifty thousand dollars (\$50,000) for each day of continued violation or noncompliance.   |   |
| VII.   | For each violation described herein, the Department reserves the right to seek civil penalties in any manner allowed by law, and nothing herein shall be construed to preclude the right to seek such penalties.   |   |
| <b>NOTICE OF POTENTIAL PENALTY</b>   |  |   |
| I.   | Pursuant to La. R.S. 30:2050.3(B), you are hereby notified that the issuance of a penalty assessment is being considered for the violation(s) described herein. Written comments may be filed regarding the violation(s) and the contemplated penalty. If you elect to submit comments, it is requested that they be submitted within ten (10) days of receipt of this notice.   |   |
| II.  | Prior to the issuance of additional appropriate enforcement action(s), you may request a meeting with the Department to present any mitigating circumstances concerning the violation(s). If you would like to have such a meeting, please contact Sharron Crayton at (225) 219-3811 within ten (10) days of receipt of this <b>NOTICE OF POTENTIAL PENALTY</b> .  |   |
| III.   | The Department is required by La. R.S. 30:2025(E)(3)(a) to consider the gross revenues of the Respondent and the monetary benefits of noncompliance to determine whether a penalty will be assessed and the amount of such penalty. Please forward the Respondent's most current annual gross revenue statement along with a statement of the monetary benefits of noncompliance for the cited violation(s) to the above named contact person within ten (10) days of receipt of this <b>NOTICE OF POTENTIAL PENALTY</b> . Include with your statement of monetary benefits the method(s) you utilized to arrive at the sum. If you assert that no monetary benefits have been gained, you are to fully justify that statement. If the Respondent chooses not to submit the requested most current annual gross revenues statement within ten (10) days, it will be viewed by the Department as an admission that the Respondent has the ability to pay the statutory maximum penalty as outlined in La. R.S. 30:2025. |   |
| IV.  | This <b>CONSOLIDATED COMPLIANCE ORDER &amp; NOTICE OF POTENTIAL PENALTY</b> is effective upon receipt.   |   |

| <b>CONTACTS AND SUBMITTAL OF INFORMATION</b>  |   |
|---|---|
| <b>Enforcement Division:</b><br>Louisiana Department of Environmental Quality<br>Office of Environmental Compliance<br>Water Enforcement Division<br>Post Office Box 4312<br>Baton Rouge, LA 70821<br>Attn: Sharron Crayton   | <b>Hearing Requests:</b><br>Department of Environmental Quality<br>Office of the Secretary<br>Post Office Box 4302<br>Baton Rouge, Louisiana 70821-4302<br>Attn: Hearings Clerk, Legal Division<br>Re: Enforcement Tracking No. WE-CN-18-00999<br>Agency Interest No. 67572 |
| <b>Water Permits Division (if necessary):</b><br>Department of Environmental Quality<br>Office of Environmental Services<br>Post Office Box 4313<br>Baton Rouge, LA 70821-4313<br>Attn: Water Permits Division  | <b>Physical Address (if hand delivered):</b><br>Department of Environmental Quality<br>602 N Fifth Street<br>Baton Rouge, LA 70802  |
| <b>HOW TO REQUEST CLOSURE OF THIS CONSOLIDATED COMPLIANCE ORDER &amp; NOTICE OF POTENTIAL PENALTY</b>   |   |
| <ul style="list-style-type: none"> <li>• To appeal the <b>CONSOLIDATED COMPLIANCE ORDER AND NOTICE OF POTENTIAL PENALTY</b>, the Respondent must follow the guidelines set forth in the "Right to Appeal" portion of this <b>CONSOLIDATED COMPLIANCE ORDER AND NOTICE OF POTENTIAL PENALTY</b>.</li> <li>• To request closure of the <b>COMPLIANCE ORDER</b> portion, the Respondent must demonstrate compliance with the "Order" portion of this <b>COMPLIANCE ORDER</b> by completing the attached "<b>CONSOLIDATED COMPLIANCE ORDER AND NOTICE OF POTENTIAL PENALTY REQUEST TO CLOSE</b>" form and returning it to the address specified.                         <ul style="list-style-type: none"> <li>○ Before request ng closure of the <b>COMPLIANCE ORDER</b> portion, please contact the Financial Services Division at 225-219-3865 or email them at <a href="mailto:_DEQ-WWWFinancialServices@la.gov">_DEQ-WWWFinancialServices@la.gov</a> to determine if you owe outstanding fees.</li> </ul> </li> <li>• To expedite closure of the <b>NOTICE OF POTENTIAL PENALTY</b> portion, the Respondent may offer a settlement amount to resolve any claim for civil penalties for the violation(s) described herein.                         <ul style="list-style-type: none"> <li>○ The Department assesses civil penalties based on LAC 33:l.Subpart1.Chapter7.</li> <li>○ The Respondent may offer a settlement amount but the Department is under no obligation to enter into settlement negotiations. It is decided upon on a discretionary basis.</li> <li>○ The settlement offer amount may be entered on the attached "<b>CONSOLIDATED COMPLIANCE ORDER AND NOTICE OF POTENTIAL PENALTY REQUEST TO CLOSE</b>" form. The Respondent must include a justification of the offer.</li> <li>○ <b>DO NOT</b> submit payment of the offer amount with the form. The Department will review the settlement offer and notify the Respondent as to whether the offer is or is not accepted.</li> <li>○ Before requesting closure of the <b>NOTICE OF POTENTIAL PENALTY</b> portion, please contact the Financial Services Division at 225-219-3865 or email them at <a href="mailto:_DEQ-WWWFinancialServices@la.gov">_DEQ-WWWFinancialServices@la.gov</a> to determine if you owe outstanding fees.</li> </ul> </li> </ul> |   |


If you have questions or need more information, you may contact Sharron Crayton at (225) 219-3811 or [Sharron.Crayton@la.gov](mailto:Sharron.Crayton@la.gov).

  
 \_\_\_\_\_  
 Lourdes Iturralde  
 Assistant Secretary  
 Office of Environmental Compliance

Date: 10-3-19

- Attachment(s)
- Request to Close
  - Table 1: List of Permit Effluent Violations
  - Table 2: List of Parameters Not Sampled
  - Table 3: List of Discharge Monitoring Reports (DMRs) Submitted Late
  - Brochure for Settlement Agreements



|  |  |  |                               |
|--|--|--|-------------------------------|
| LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY<br>OFFICE OF ENVIRONMENTAL COMPLIANCE<br>ENFORCEMENT DIVISION                      CONSOLIDATED COMPLIANCE ORDER &<br>POST OFFICE BOX 4312                      NOTICE OF POTENTIAL PENALTY<br>BATON ROUGE, LOUISIANA 70821-4312                      REQUEST TO CLOSE   |  |  |                               |
| Enforcement Tracking No.   | WE-CN-18-00999   | Contact Name   | Sharron Crayton               |
| Agency Interest (AI) No.   | 67572  | Contact Phone No.  | (225) 219-3811                |
| Alternate ID No.   | LA0002771  |  |                               |
| Respondent:  | Veolia North America Regeneration Services, LLC  | Facility Name:   | Veolia Burnside Plant         |
|  | c/o C T Corporation System   | Physical Location:   | 3460 Louisiana Highway 44     |
|  | Agent for Service of Process   |  |                               |
|  | 3867 Plaza Tower Dr.<br>Baton Rouge, LA 70816  | City, State, Zip:<br>Parish:   | Darrow, LA 70725<br>Ascension |
| <b>STATEMENT OF COMPLIANCE</b>   |  |  |                               |
| <b>STATEMENT OF COMPLIANCE</b>   |  | Date Completed   | Copy Attached?                |
| A written report was submitted in accordance with Paragraph II of the "Order" portion of the <b>COMPLIANCE ORDER</b> .   |  |  |                               |
| All necessary documents were submitted to the Department within 30 days of receipt of the <b>COMPLIANCE ORDER</b> in accordance with Paragraph II of the "Order" portion of the <b>COMPLIANCE ORDER</b> .  |  |  |                               |
| All items in the "Findings of Fact" portion of the <b>COMPLIANCE ORDER</b> were addressed and the facility is being operated to meet and maintain the requirements of the "Order" portion of the <b>COMPLIANCE ORDER</b> . Final compliance was achieved as of:  |  |  |                               |
| <b>SETTLEMENT OFFER (OPTIONAL)</b>   |  |  |                               |
| <i>(check the applicable option)</i>   |  |  |                               |
| _____  | The Respondent is not interested in entering into settlement negotiations with the Department with the understanding that the Department has the right to assess civil penalties based on LAC 33:1.Subpart1.Chapter7.  |  |                               |
| _____  | In order to resolve any claim for civil penalties for the violations in <b>NOTICE OF POTENTIAL PENALTY</b> WE-CN-18-00999, the Respondent is interested in entering into settlement negotiations with the Department and would like to set up a meeting to discuss settlement procedures.  |  |                               |
| _____  | In order to resolve any claim for civil penalties for the violations in <b>NOTICE OF POTENTIAL PENALTY</b> WE-CN-18-00999, the Respondent is interested in entering into settlement negotiations with the Department and offers to pay \$ _____ which shall include LDEQ enforcement costs and any monetary benefit of non-compliance. <ul style="list-style-type: none"> <li>• Monetary component = \$ _____</li> <li>• Beneficial Environmental Project (BEP) component (optional)= \$ _____</li> <li>• <b>DO NOT SUBMIT PAYMENT OF THE OFFER WITH THIS FORM-</b> the Department will review the settlement offer and notify the Respondent as to whether the offer is or is not accepted.</li> </ul> The Respondent has reviewed the violations noted in <b>NOTICE OF POTENTIAL PENALTY</b> WE-CN-18-00999 and has attached a justification of its offer and a description of any BEPs if included in settlement offer. |  |                               |
| <b>CERTIFICATION STATEMENT</b>   |  |  |                               |
| I certify, under provisions in Louisiana and United States law that provide criminal penalties for false statements, that based on information and belief formed after reasonable inquiry, the statements and information attached and the compliance statement above, are true, accurate, and complete. I also certify that I do not owe outstanding fees or penalties to the Department for this facility or any other facility I own or operate. I further certify that I am either the Respondent or an authorized representative of the Respondent. |  |  |                               |
| Respondent's Signature   |  | Respondent's Printed Name  |                               |
|  |  | Respondent's Title   |                               |
| Respondent's Physical Address  |  | Respondent's Phone #   | Date                          |
| <b>MAIL COMPLETED DOCUMENT TO THE ADDRESS BELOW:</b>   |  |  |                               |
| Louisiana Department of Environmental Quality<br>Office of Environmental Compliance<br>Enforcement Division<br>Post Office Box 4312<br>Baton Rouge, LA 70821<br>Attn: Sharron Crayton  |  |  |                               |

If you have questions or need more information, you may contact Sharron Crayton at (225) 219-3811 or Sharron.Crayton@la.gov.

**Table 1: List of Permit Effluent Violations**  
**Veolia North American Regeneration Services LLC**  
**AI #67572 - LPDES Permit LA0002771**

| Date       | Outfall | Parameter  | Permit Limit | Sample Value  |
|------------|---------|--|--------------|---------------|
| 06/30/2017 | 104S    | Coliform, fecal general Daily Maximum                  | 400 #/100mL  | 1000 #/100mL  |
| 07/31/2017 | 101A    | pH Instantaneous Minimum                               | 7 SU         | 3.44 SU       |
| 08/31/2017 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 lb/d     | 472.13 lb/d   |
| 08/31/2017 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 mg/L     | 646 mg/L      |
| 08/31/2017 | 101A    | Nickel, total [as Ni] Monthly Average                  | .7 lb/d      | 52.49 lb/d    |
| 08/31/2017 | 101A    | Nickel, total [as Ni] Monthly Average                  | .7 mg/L      | 71.81 mg/L    |
| 08/31/2017 | 101A    | pH Instantaneous Minimum                               | 7 SU         | 6.1 SU        |
| 09/30/2017 | 001A    | pH range excursions, > 60 minutes Monthly Total        | 0 occur/mo   | 2 occur/mo    |
| 09/30/2017 | 001A    | pH range excursions, monthly total accum Monthly Total | 446 min      | 550 min       |
| 09/30/2017 | 301A    | pH range excursions, > 60 minutes Monthly Total        | 0 occur/mo   | 3 occur/mo    |
| 09/30/2017 | 301A    | pH range excursions, monthly total accum Monthly Total | 446 min      | 700 min       |
| 10/31/2017 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 lb/d     | 1.56 lb/d     |
| 10/31/2017 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 mg/L     | 2.6 mg/L      |
| 12/31/2017 | 104S    | Coliform, fecal general Daily Maximum                  | 400 #/100mL  | 1000 #/100mL  |
| 12/31/2017 | 104S    | Coliform, fecal general Monthly Average Geometric      | 200 #/100mL  | 1000 #/100mL  |
| 12/31/2017 | 301A    | pH range excursions, > 60 minutes Monthly Total        | 0 occur/mo   | 1 occur/mo    |
| 12/31/2017 | 301A    | pH range excursions, monthly total accum Monthly Total | 446 min      | 35190 min     |
| 01/31/2018 | 301A    | pH range excursions, > 60 minutes Monthly Total        | 0 occur/mo   | 1 occur/mo    |
| 01/31/2018 | 301A    | pH range excursions, monthly total accum Monthly Total | 446 min      | 12070 min     |
| 06/30/2018 | 101A    | Nickel, total [as Ni] Monthly Average                  | .7 lb/d      | .8 lb/d       |
| 06/30/2018 | 101A    | Nickel, total [as Ni] Monthly Average                  | .7 mg/L      | .93 mg/L      |
| 06/30/2018 | 101A    | Solids, total suspended Daily Maximum                  | 180 lb/d     | 444 lb/d      |
| 06/30/2018 | 101A    | Solids, total suspended Monthly Average                | 60 lb/d      | 132 lb/d      |
| 09/30/2018 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 mg/L     | 1.56 mg/L     |
| 10/31/2018 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 lb/d     | 2.912 lb/d    |
| 10/31/2018 | 101A    | Nickel, total [as Ni] Daily Maximum                    | 1.5 mg/L     | 2.02 mg/L     |
| 10/31/2018 | 101A    | Nickel, total [as Ni] Monthly Average                  | .7 lb/d      | .944 lb/d     |
| 10/31/2018 | 101A    | Nickel, total [as Ni] Monthly Average                  | .7 mg/L      | .992 mg/L     |
| 01/31/2019 | 001A    | pH range excursions, > 60 minutes Monthly Total        | 0 occur/mo   | 1 occur/mo    |
| 01/31/2019 | 001A    | pH range excursions, monthly total accum Monthly Total | 446 min      | 740 min       |
| 06/30/2019 | 104-S   | BOD, 5-day, 20 deg. C --- MO AVG                       | 30 mg/L      | 39.9 mg/L     |
| 06/30/2019 | 104-S   | Coliform, fecal general --- MCOAV GEO                  | 200 #/100mL  | 1,000 #/100mL |
| 06/30/2019 | 104-S   | Coliform, fecal general --- DAILY MX                   | 400 #/100mL  | 1,000 #/100mL |

**Table 2: List of Parameters Not Sampled**  
**Veolia North American Regeneration Services LLC**  
**AI #67572 - LPDES Permit LA0002771**

| Monitoring Period<br>End Date | Outfall | Parameter  |
|-------------------------------|---------|--|
| 3/31/2017*                    | 101-A   | Nickel, total [as Ni]                                      |
| 06/30/2017                    | 104-S   | BOD, 5-day, 20 deg. C                                      |
| 06/30/2017                    | 104-S   | Solids, total suspended                                    |
| 06/30/2017                    | 001-DA  | Low Flow Pass/Fail Static Renewal 48Hr Acute Daphnia pulex |
| 06/30/2017                    | 001-DA  | NOEC Lethal Static Renewal 48HR Acute Daphnia pulex        |
| 06/30/2017                    | 001-DA  | Coef Of Var Statre 48Hr Acute D. Pulex                     |
| 06/30/2017                    | 001-PI  | LF Pass/Fail Statre 48Hr Acute Pimephales Promela          |
| 06/30/2017                    | 001-PI  | NOEC Lethal Static Renewal 48HR Acute Pimephales promelas  |
| 06/30/2017                    | 001-PI  | Coef Of Var Statre 48Hr Acute Pimephales                   |
| 08/31/2017                    | 101-B   | Copper, total [as Cu]                                      |
| 08/31/2017                    | 101-B   | Lead, total [as Pb]  |
| 10/31/2017                    | 101-B   | Copper, total [as Cu]                                      |
| 10/31/2017                    | 101-B   | Lead, total [as Pb]  |
| 12/31/2017                    | 104-S   | pH   |
| 04/30/2018                    | 101-A   | Chromium, total [as Cr]                                    |
| 06/30/2018                    | 001-Q   | Carbon, tot organic [TOC]                                  |
| 06/30/2018                    | 001-Q   | Oil and grease   |
| 06/30/2018                    | 101-A   | Chromium, total [as Cr]                                    |
| 06/30/2018                    | 104-S   | pH   |
| 07/31/2018                    | 101-A   | Chromium, total [as Cr]                                    |
| 10/31/2018                    | 101-A   | Chromium, total [as Cr]                                    |
| 10/31/2018                    | 101-B   | Copper, total [as Cu]                                      |
| 10/31/2018                    | 101-B   | Lead, total [as Pb]  |
| 02/28/2019                    | 101-A   | Chromium, total [as Cr]                                    |
| 02/28/2019                    | 101-B   | Copper, total [as Cu]                                      |
| 02/28/2019                    | 101-B   | Lead, total [as Pb]  |
| 03/31/2019                    | 101-A   | Chromium, total [as Cr]                                    |
| 05/31/2019                    | 101-A   | Chromium, total [as Cr]                                    |
| 07/31/2019                    | 101-A   | Chromium, total [as Cr]                                    |

**Note:**

\* The Respondent incorrectly utilized the No Data Indicator (NODI) Code 9 - Conditional Monitoring/Not Req'd This Period. Specifically, the Respondent experienced a discharge at the outfall during the month of March 2017, but failed to sample for the 2/week parameter nickel. The sampling event was not conditional and was required to be monitored.

**Table 3: List of Discharge Monitoring Reports (DMRs) Submitted Late  
Veolia North American Regeneration Services LLC  
AI #67572 - LPDES Permit LA0002771**

| Outfall | Monitoring Period End Date | Date DMR Received |
|---------|----------------------------|-------------------|
| 101-A*  | 03/31/2017                 | 6/15/2017         |
| 101-A*  | 08/31/2017                 | 9/26/2017         |
| 004-Q** | 12/31/2017                 | 3/27/2018         |
| 204-Q** | 12/31/2017                 | 3/27/2018         |
| 301-A*  | 4/30/2019                  | 5/23/2019         |

**Notes:**

\* The Respondent is required to submit monthly DMRs no later than the 15th day of the month following each monitoring/reporting period.

\*\* The Respondent is required to submit quarterly DMRs no later than the 15th day of the month following each quarterly monitoring/reporting period. Specifically, the Respondent did not submit timely DMRs for the fourth quarter 2017 monitoring period for Outfall 204-Q. The Respondent certified that the monitoring for parameters pH, total suspended solids (TSS), oil & grease, total organic carbon (TOC), total lead, benzene, BTEX, and flow were not required to be sampled during the monitoring period, and correctly utilized the No Data Indicator (NODI) Code 9 - Conditional Monitoring/Not Req'd This Period. However, the quarterly DMRs, which were due by 1/15/2018 were submitted on 3/27/2018, which yielded a late submittal.

# SETTLEMENT AGREEMENTS

## WHAT IS A SETTLEMENT AGREEMENT?

Once the Department has determined that a penalty is warranted for a violation, the Assistant Secretary of the Department, with the concurrence of the Attorney General, may enter into a settlement agreement with the Respondent as a means to resolve the Department's claim for a penalty.

## HOW DOES THE SETTLEMENT AGREEMENT PROCESS WORK?

To begin the settlement agreement process, the Department must receive a written settlement offer. Once this offer is submitted, it is sent for approval by the Assistant Secretary of the Office of Environmental Compliance. The formal Settlement Agreement is drafted and sent to the Attorney General's office where the Attorney General has a 90 day concurrence period. During this time, the Respondent is required to run a public notice in an official journal and/or newspaper of general circulation in each affected parish. After which, a 45 day public comment period is opened to allow the public to submit comments. Once the Department has received concurrence, the settlement agreement is signed by both parties. The Department then forwards a letter to the responsible party to establish a payment plan and/or beneficial environmental project (BEP).

## WHAT SHOULD I INCLUDE IN A SETTLEMENT AGREEMENT?

The Department uses the penalty determination method defined in LAC 33:1.705 as a guideline to accepting settlement offers. The penalty matrix is used to determine a penalty range for each violation based on the two violation specific factors, the nature and gravity of the violation and the degree of risk/impact to human health and property.

|  |          | NATURE AND GRAVITY OF THE VIOLATION |                            |                            |
|--|----------|-------------------------------------|----------------------------|----------------------------|
|  |          | MAJOR                               | MODERATE                   | MINOR                      |
| DEGREE OF RISK OR IMPACT TO HUMAN HEALTH OR PROPERTY | MAJOR    | \$32,500<br>to<br>\$20,000          | \$20,000<br>to<br>\$15,000 | \$15,000<br>to<br>\$11,000 |
|  | MODERATE | \$11,000<br>to<br>\$8,000           | \$8,000<br>to<br>\$5,000   | \$5,000<br>to<br>\$3,000   |
|  | MINOR    | \$3,000<br>to<br>\$1,500            | \$1,500<br>to<br>\$500     | \$500<br>to<br>\$100       |

### Degree of Risk to Human Health or Property

**Major:** (actual measurable harm or substantial risk of harm) A violation of major impact to an environmental resource or a hazard characterized by high volume and/or frequent occurrence and/or high pollutant concentration.

**Moderate:** (potential for measurable detrimental impact) A violation of moderate impact and hazard may be one characterized by occasional occurrence and/or pollutant concentration that may be expected to have a detrimental effect under certain conditions

**Minor:** (no harm or risk of harm) A violation of minor impact are isolated single incidences and that cause no measurable detrimental effect or are administrative in nature.

### Nature and Gravity of the Violation

**Major:** Violations of statutes, regulations, orders, permit limits, or permit requirements that result in negating the intent of the requirement to such an extent that little or no implementation of requirements occurred.

**Moderate:** Violations that result in substantially negating the intent of the requirements, but some implementation of the requirements occurred.

**Minor:** Violations that result in some deviation from the intent of the requirement; however, substantial implementation is demonstrated.

The range is adjusted using the following violator specific factors:

1. history of previous violations or repeated noncompliance;
2. gross revenues generated by the respondent;
3. degree of culpability, recalcitrance, defiance, or indifference to regulations or orders;
4. whether the Respondent has failed to mitigate or to make a reasonable attempt to mitigate the damages caused by the violation; and
5. whether the violation and the surrounding circumstances were immediately reported to the department, and whether the violation was concealed or there was an attempt to conceal by the Respondent.



# SETTLEMENT AGREEMENTS

Given the previous information, the following formula is used to obtain a penalty amount.

$$\text{Penalty Event Total} = \text{Penalty Event Minimum} + (\text{Adjustment Percentage} \times [\text{Penalty Event Maximum} - \text{Penalty Event Minimum}])$$

After this, the Department adds any monetary benefit of noncompliance to the penalty event. In the event that a monetary benefit is gained due to the delay of a cost that is ultimately paid, the Department adds the applicable judicial interest. Finally, the Department adds all response costs including, but not limited to, the cost of conducting inspections, and the staff time devoted to the preparation of reports and issuing enforcement actions.

## WHAT IS A BEP?

A BEP is a project that provides for environmental mitigation which the respondent is not otherwise legally required to perform, but which the defendant/respondent agrees to undertake as a component of the settlement agreement.

Project categories for BEPs include public health, pollution prevention, pollution reduction, environmental restoration and protection, assessments and audits, environmental compliance promotion, and emergency planning, preparedness and response. Other projects may be considered if the Department determines that these projects have environmental merit and is otherwise fully consistent with the intent of the BEP regulations.

## WHAT HAPPENS IF MY OFFER IS REJECTED?

If an offer is rejected by the Assistant Secretary, the Legal Division will contact the responsible party, or anyone designated as an appropriate contact in the settlement offer, to discuss any discrepancies.

## WHERE CAN I FIND EXAMPLES AND MORE INFORMATION?

|   |  |
|---|--|
| Settlement Offers .....                 | searchable in <a href="#">EDMS</a> using the following filters<br>Media: Air Quality, Function: Enforcement; Description: Settlement |
| Settlement Agreements .....             | <a href="#">Enforcement Division's website</a><br>specific examples can be provided upon request                                     |
| Penalty Determination Method .....      | <a href="#">LAC 33:I Chapter 7</a>   |
| Beneficial Environmental Projects ..... | <a href="#">LAC 33:I Chapter 25</a><br><a href="#">FAQs</a>  |
| Judicial Interest.....                  | <a href="#">provided by the Louisiana State Bar Association</a>  |

