

DEPARTMENT OF
ECOLOGY
State of Washington



NOV 2 - 2015

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

Susan Sanchez, Deputy Director
City of Seattle
Utilities Systems Management Branch
PO Box 34018
Seattle, WA 98124-4018

Re: United States of America and the State of Washington v. The City of Seattle
Consent Decree (Consent Decree), Civil Action No. 2:13-cv-00678-JCC
Demand for Payment of Stipulated Penalties

Dear Ms. Sanchez:

On July 3, 2013, the EPA, the Washington State Department of Ecology, and the City of Seattle (Seattle) entered into the above-mentioned Consent Decree to resolve alleged violations of the Clean Water Act, including violations of your National Pollutant Elimination System Permit (NPDES Permit) and sanitary sewer overflow violations.

Section X of the Consent Decree requires Seattle to pay stipulated penalties for certain violations of the Consent Decree. The occurrence of a dry weather CSO, as defined by Paragraph 9.o of the Consent Decree, is a violation that gives rise to Seattle's obligation to pay a stipulated penalty of \$7,500 per day for each dry weather CSO that occurs. See Paragraph 60 of the Consent Decree. The occurrence of a Sewer Overflow, as defined by Paragraph 9.aa of the Consent Decree, is a violation that gives rise to Seattle's obligation to pay a stipulated penalty of \$2,500 per day of each sewer overflow. See Paragraph 61 of the Consent Decree. Failure to comply with reporting requirements of the Consent Decree is a violation that gives rise to Seattle's obligation to pay a stipulated penalty of \$1,000 per day per violation. See Paragraphs 58 and 59 of the Consent Decree. During the time frame of April 1, 2014 through December 31, 2014, there were two sewer overflows, one dry weather CSO and one late notification in which EPA and Ecology are choosing to issue stipulated penalties. The dry weather CSO occurred on May 14, 2014, with a total overflow of about 4,700 gallons to Lake Washington. The first sewer overflow occurred on August 20, 2014, with an unknown overflow to the edge of the Madison Valley Pea Patch. The second sewer overflow occurred on November 28, 2014, with a total overflow of about 39,000 gallons to Lake Washington and timely notification, per the Consent Decree Paragraph 45, was not completed as required, but rather four days late.

Paragraph 64 of the Consent Decree allows the United States, the State, or both to seek stipulated penalties by sending a written demand to the City; and further provides that when a joint demand for stipulated penalties is made that the City shall pay 50% of the demanded amount to the United States and 50% to the State.

As a result of the two identified sewer overflows, one dry weather CSO and late notification pursuant to this letter, EPA and Ecology are jointly issuing a demand for payment of \$16,500. Accordingly, Seattle is required to pay \$8,250 to EPA, and \$8,250 to Ecology.

Payment is due within thirty days of the date this written demand is received by Seattle, see Paragraph 64 of the Consent Decree, and payment shall be made in accordance with Paragraphs 52 and 53 of the Consent Decree, see Paragraph 66 of the Consent Decree. Please note that the payment to the United States is by Electronic Fund Transfer, and notice of such transfer as required by Paragraph 52 shall be sent to the following address:

EPA Cincinnati Finance Office
26 Martin Luther King Drive
Cincinnati, OH 45268

The notice that is sent to the above address shall include a copy of the electronic fund transfer authorization and a transmittal letter that states the payment is made for a civil penalty owed pursuant to the Consent Decree and shall reference the civil action number for this matter and the DOJ case number 90-5-1-1-1006. See Paragraph 52 of the Consent Decree.

Consistent with Paragraph 53, payment to the State may be by check payable to "Department of Ecology" and mailed to:

Department of Ecology
Cashiering Unit
P.O. Box 47611
Olympia, WA 98504-7611

Payment to the State must be accompanied by a transmittal letter that states the payment is for a civil penalty and owed pursuant to the Consent Decree and shall reference the civil action number for this matter. See Paragraph 53 of the Consent Decree.

In addition, the notices provided to the United States and State must also satisfy the notice requirement of Section XIII of the Consent Decree (Notices).

For written notification or communication under Section XIII and Paragraph 83 of the Consent Decree, please use the following individuals as to the United States:

For DOJ:

Chief, Environmental Enforcement Section
Environment & Natural Resources Division
U.S. Department of Justice
P.O. Box 7611
Washington, D.C. 20044-7611
Ph: 202.514.5271
Fax: 202.514.0097

Kathryn C. Macdonald, Attorney
U.S. Department of Justice
P.O. Box 7611
Washington, D.C. 20044-7611
kathryn.macdonald@usdoj.gov
Ph: 202.353.7397
Fax: 202.514.0097

For EPA:

Ted Yackulic
Assistant Regional Counsel
U.S. EPA, Region 10
1200 6th Avenue, Suite 900 (ORC-158)
Seattle, Washington 98101
yackulic.ted@epa.gov
Ph: 206.553.1218
Fax: 206.553.0163

Rob Grandinetti
NPDES Compliance Officer
U.S. EPA, Region 10
1200 6th Avenue, Suite 900 (OCE-133)
Seattle, Washington 98101
grandinetti.robert@epa.gov
Ph: 509.376.3748
Fax: 509.376.2396

For Ecology:

Mark Henley
Municipal Unit Supervisor
Washington State Department of Ecology
Northwest Regional Office
3190 - 160th Avenue SE
Bellevue, WA 98008-5452

For the State:

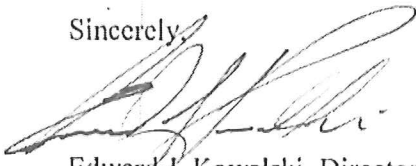
Ronald L. Lavigne
Senior Counsel
Attorney General of Washington
Ecology Division
P.O. Bo 40117
Olympia, WA 98504

If Seattle believes the amount assessed is incorrect, Seattle may invoke the dispute resolution procedures under Section XII of the Consent Decree. As part of your statement of matters in dispute, please include the sanitary sewer overflow or overflows Seattle wishes to dispute, and Seattle's reasons for believing the assessed amount is incorrect.

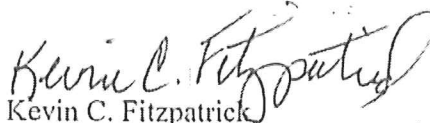
In accordance with Section X, Paragraph 64, all penalties which are not in dispute are due and payable to the United States and Ecology within 30 days of receipt of this letter.

Should you have any questions regarding this letter, you may reach Edward Kowalski at (206) 553-6695, Mark Henley at (425) 649-7103, or have your counsel contact Ted Yackulic, Assistant Regional Counsel, at (206) 553-1218, or Ronald Lavigne at 360-586-6751.

Sincerely,



Edward J. Kowalski, Director
Office of Compliance and Enforcement
Environmental Protection Agency



Kevin C. Fitzpatrick
Water Quality Section Manager
Washington Department of Ecology

Enclosure

cc: Betty Meyer, City of Seattle
Amy Jankowiak, Ecology Northwest Regional Office
Mark Henley, Ecology Northwest Regional Office
Shawn McKone, Ecology Northwest Regional Office
Ronald Lavigne, Attorney General of Washington Ecology division
Kathryn Macdonald, U.S. Dept. of Justice

