











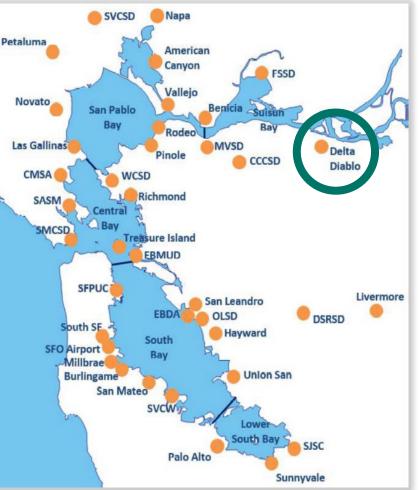
Nutrient Management in SF Bay and Emerging Regulations

Board of Directors Meeting July 12, 2023

Background Nutrient Loading to SF Bay

- Most NPDES permits for 37 WWTPs in SF Bay Area are not required to remove "nutrients"—nitrogen (e.g., ammonia) and phosphorus
- WWTPs discharge ~65% of nutrient loading to SF Bay (District = 1.3% of total)
- In many areas across the world, nutrients cause negative water quality impacts
- Resiliency of SF Bay to nutrients is changing







Background Potential Impacts to Water Quality



- High nutrient levels may cause excessive algae (phytoplankton) growth
- Sustained events may cause low dissolved oxygen "eutrophication" and harmful algal blooms from neurotoxins produced by certain species
 - Fish mortality; impacts to aquatic life, humans, pets

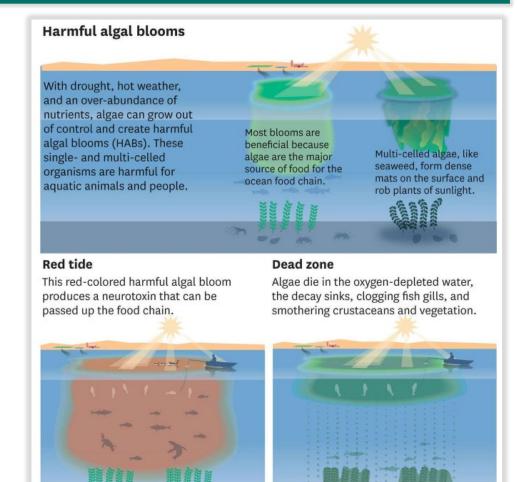


Chart: John Blanchard / The Chronicle · Source: NOAA

Background Historical Resiliency of SF Bay



- High turbidity blocks sunlight and limits algae growth
- Strong tidal mixing dilutes nutrient levels
- Presence of filter-feeding clams on bottom of SF Bay reduces algae concentrations



 SF Bay is a dynamic, complex water body with multiple factors influencing water quality conditions

> **Declining turbidity** and **smaller clam populations** are reducing ability to assimilate nutrient loading without water quality impacts

Regional Approach to Future Nutrient Removal Requirements



- As BACWA member, District has been working with regulators, scientific community, and NGOs to ensure collaborative, sound science-based approach
- BACWA has funded >\$16M in scientific monitoring, modeling, and special studies under multiple 5-year term "Watershed Permits"



 Key Issue: Upgrading 37 WWTPs could cost \$10B-15B (\$150M-200M+ at District) to achieve 60-80% removal

To date, collaborative approach has worked well without nutrient removal requirements—**until a game-changing event**

TRANSFORMING WASTEWATER TO RESOURCES

Game-Changing Event (Jul-Sep 2022) Major Algal Blooms in SF Bay



- Fish mortality, toxicity, and low dissolved oxygen conditions occurred from late July to early-September 2022
- Intensified regulatory, public focus on reducing WWTP nutrient discharges
- BACWA is currently negotiating key 2024-2029 Watershed Permit requirements with Regional Board
 - Significant shift in regulatory pressure compared to pre-algal bloom period
 - Coalescing a package of current, upcoming, and future nutrient removal projects at WWTPs to demonstrate voluntary actions (~35-45% reduction over 10 years)

E CHI US Crime + Justice Energy + Environment Extreme Weather Space + Science

An algae bloom has killed thousands of fish in the San Francisco Bay Area

Taylor Romine and Jason Hanna, CNN dated 1:20 PM EDT, Sat September 3, 202;

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Map: Yoohyun Jung / The Chronicle Source: <u>San Francisco Estuary Institute</u>

TRANSFORMING WASTEWATER TO RESOURCES

The Regulatory Challenge Adapting to This New Environment



- Aggressive Regional Board Position
 - Implement interim SF Bay-wide and individual WWTP effluent limits to be met immediately
 - Both interim limits are anticipated to be achievable based on current data
 - WWTPs would be in violation only if both limits are exceeded
 - Implement aggressive long-term SF Bay-wide limits based on current scientific information with 10-year compliance schedule
 - Consider opportunities to update all limits and compliance schedule during future negotiations for watershed permits based on updated scientific information and water quality conditions in SF Bay

This is key as it could result in Regional Board resetting 10-year compliance schedule every five years—not the case if algal blooms persist

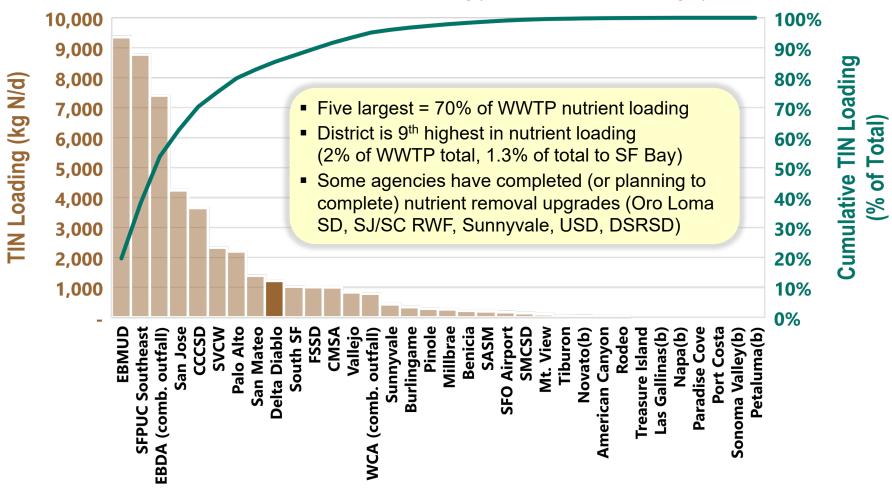


Our vision is to reduce nutrients substantially on a regional basis while implementing projects that maximize benefits and balance competing priorities

Benefit of Early Actions Nutrient Loading by WWTP



Cumulative Contribution of TIN Loading (Based on 2013-2022 Averages)



Meeting the Challenge District Nutrient Management Plans



- District informed BACWA of plans to achieve 10-15% removal in near term (may be significantly higher at 30-35%)
- Recently completed a master plan that highlights long-term Nutrient Removal Roadmap for District's WWTP
- Currently in planning phase for \$60M+ Secondary Process
 Improvements Project
 - Originally conceived to replace aging tower trickling filters with new aeration basins, address growth—no nutrient removal
 - <u>Key Change</u>: Evaluate options for partial nutrient removal via mainstream biological (and/or sidestream) treatment
 - Well positioned with ~\$20M in Advanced Treatment Fund for incremental nutrient removal WWTP upgrade costs



Meeting the Challenge (cont'd) District Nutrient Management Plans



- Participating in study evaluating WWTP sites that may support "nature-based solutions" to achieve partial nutrient removal (e.g., use of wetlands areas)
 - District is "medium" potential site
- Reducing nutrient via recycled water production for irrigation purposes (only 5-7% of total use)
- Supporting development of complex Nutrient Trading Program
 - Purchase nutrient credits from other WWTPs instead of directly removing nutrients at District



Ensuring a Strategic Regional Approach to Nutrient Reduction



10 years to reduce nutrients

Maximum capital and operating cost impacts to customers

Impedes near-term investment in existing infrastructure

Limited external federal and state funding sources

Limited application of emerging, cost-saving technologies

Potential Negative Outcome

20-25 years to reduce nutrients

Reduced financial impact to customers with investment in existing infrastructure needs

Integration of science, multi-benefit regional water/climate management approaches

Incorporation of new technologies to reduce cost, environmental impacts

Development of nutrient trading program to distribute costs

Desired Outcome







MISSION

Delta Diablo protects public health and the environment for our communities by safely providing exceptional wastewater conveyance, treatment, and resource recovery services in a sustainable and fiscally-responsible manner

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