Environment Committee

Meeting date: June 26, 2018

For the Metropolitan Council meeting of June 27, 2018

Subject: Adopt Southeast Metro Water Reclamation Facility Plan District(s), Member(s): District 15, Chavez Policy/Legal Reference: 2040 Water Resources Policy Plan Staff Prepared/Presented: Deborah Manning, 651-602-1114 Division/Department: MCES c/o Leisa Thompson, 651-602-8101

Proposed Action

That the Metropolitan Council adopt the Facility Plan for the Southeast Metro Water Reclamation Facility, MCES Project No. 809100, per the attached Resolution No. 2018-7.

Background

The Southeast Metro Water Reclamation Facility would divert 2 million gallons per day (mgd) of effluent from the Empire Wastewater Treatment Plant effluent pipe and treat it to the higher level needed for wastewater reuse. The reclaimed water from the Southeast Metro Water Reclamation Facility would be distributed via pipeline to a potential waste-to-fuel facility being developed by the partnership of SKB Environmental and Enerkem in Inver Grove Heights.

Rationale

Council adoption of the facility plan is needed to apply for Public Facilities Authority low interest loan funds. The Facility Plan is available for review at <u>https://metrocouncil.org/Wastewater-</u> <u>Water/Services/Wastewater-Treatment-(1)/Wastewater-Reuse/Reuse-Publications/Southeast-Metro-</u> <u>Water-Reclamation-Facility-Draft.aspx</u>

Thrive Lens Analysis

Thrive MSP 2040 sets the direction for the Council's development of wastewater reuse where economically feasible to promote sustainable water resources and emphasizes working with the Council's partners. The Southeast Metro Water Reclamation Facility would align with Thrive MSP 2040's goals by developing wastewater reuse capability in a collaborative manner, setting the stage for reuse-dependent job and economic growth, while advancing resource recovery from solid waste and generation of renewable energy.

Funding

The Water Reuse Policy Task Force and public comments from several of the Council's wastewater customers recommended that the Council pursue sources of non-Council funds for the Southeast Metro Water Reclamation Facilities. Staff are pursuing the following funding sources:

- Public Finance Administration loan funds: to obtain a loan, the Council must have an approved Facility Plan.
- Minnesota Pollution Control Agency reuse grant: a \$300,000 matching grant was authorized by the Legislature. Council staff is working with the Agency to finalize the agreement for this grant which can be used for planning, design, and construction phases.



 Design Deposit from Enerkem: Per the Council's authorization, Council staff is negotiating a Design Deposit Agreement with Enerkem through which Enerkem would provide funds for design activities.

Until these funding sources are obtained, Council staff will use a minimal amount of capital funds that have been authorized and programmed for wastewater reuse activities.

Known Support / Opposition

Public comments indicate support for the Facility Plan. See the attached documents related to public comments received.

- Summary of public comments (Attachment A)
- Transcript of Public hearing (Attachment B)
- Copies of written comments (Attachment C)

METROPOLITAN COUNCIL

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RESOLUTION NO. 2018-7 RESOLUTION APPROVING AND ADOPTING THE FACILITY PLAN FOR THE SOUTHEAST METRO WATER RECLAMATION FACILITY PROJECT NO. 809100

WHERE AS:

- 1. The Metropolitan Council is a public corporation and political subdivision of the State of Minnesota and has statutory responsibility for operating the Twin Cities Metropolitan Area regional wastewater collection and treatment system, and
- 2. The Metropolitan Council has determined it is necessary and convenient for the fulfillment of its statutory responsibilities to provide reclaimed water service, and
- 3. The Southeast Metro Water Reclamation Facility, Project No. 809100, is a proposed facility to provide reclaimed water in southeast Dakota County, and
- 4. A draft Facility Plan for the project has been completed and a public hearing was held on May 31, 2018 to discuss the proposed project and the draft Facility Plan and public comments were received through June 11, 2018.

NOW, THEREFORE, BE IT RESOLVED BY THE METROPOILTAN COUNCIL,

that the Facility Plan for the

SOUTHEAST METRO WATER RECLAMATION FACILITY PROJECT NO. 809100

is hereby approved and adopted.

Adopted this 27th day of June 2018.

Alene Tchourumoff, Chair

Emily Getty, Recording Secretary

Southeast Metro Water Reclamation facility Plan - Summary of Public Comments

Comment	Date				
ID	Received	Comment Type	Name	Organization	Summary
		Email to			
		public.info@metc.st	Michelle Macmillan, Land		GRE has electrical poles (high voltage transmission lines) along the proposed reclaimed water distri
1	5/10/2018	ate.mn.us	Rights Department	Great River Energy	excavation around their poles. There is a cost if MCES needs GRE to hold poles d
		Comment card			
		submitted at Public			
		Information			
		Meeting in			
2	5/21/2018	Rosemount	Bob Hicks	Halvor Lines	Halvor Lines operates a trucking company on 140th St., across from the proposed SE Metro WRF sit
		Comment card			
		submitted at Public			
		Information			
		Meeting in		Rosemount Utility	
3	5/21/2018	Rosemount	Vanessa Demuth	Commission	Likes that there is potential to reuse wastewater. Would like the facility to be built larger and
		Commentered			
		Comment card			
		submitted at Public			
		Information			
	E /2 A /2010	Meeting in Inver			Likes the concept of using wastewater for industrial water use, and would be good to see this expansion
4	5/24/2018	Grove Heights	D. North	Resident	Metropolitan Council would not end up paying for anything if
5	5/31/2018	Verbal Comment at Public Hearing	Don Mullin	St. Paul Building Trades	Very supportive of the project and would like MCES to continue
5	5/51/2016	Verbal Comment at		Indues	Questions Enerkem and its ability to follow through, based on her research of their other operation
6	5/31/2018	Public Hearing	Brenda Sabestina	Resident	late and \$100 million over budget.
0	5/51/2018	Verbal Comment at		Resident	
7	5/31/2018	Public Hearing	Ryan O'Gara	SKB Environmental	Appreciative of Metropolitan Council providing water source to SKB's proposed project with Ener
	5/51/2018	Fublic Hearing	Ryall O Gala		Appreciative of Metropolital Council providing water source to skib's proposed project with their
				North Central States	
		Verbal Comment at		Regional Council	Read a statement for Adam Duininck, who could not attend. Expressed strong support for the SKB-
8	5/31/2018	Public Hearing	Rick Peterson	(Carpenter's Union)	the facility plan for the SE Metro Water Reclamation
-	, ,	Verbal Comment at		Operating Engineers,	
9	5/31/2018	Public Hearing	Jason George	Local 49	Strong support for MCES' project.
		Verbal Comment at			
10	5/31/2018	Public Hearing	Steven Chavez	Metropolitan Council	Thanked everyone present for taking the time to par
					Stated that Inver Grove Heights has been working with SKB and Enerkem for over a year. Apprecia
					through the proposed MCES project. Appreciated the questions about Enerkem and stated there with
					and provide public comment on that project. Stated need to consider MCES' project so as not to m
					wastewater and using it to produce a viable product, ethanol. Also, diverting municipal solid was
		Verbal Comment at		City of Inver Grove	interesting, especially because Inver Grove Heights has one of the biggest municipal solid waste land
11	5/31/2018	Public Hearing	George Tourville, Mayor	Heights	the SKB-Enerkem project. The City will be looking at the details, and the

Attachment A

tribution pipe route. They have specific requirements for during construction or for any outage.

site. They need access to their yard during construction.

nd marketed for other potential uses in Rosemount.

spand if it works. Need to guarantee that State of MN or if Enerkem defaults.

ue moving it forward. ons and plans. Stated that Edmonton project was 6 years

erkem, and adding sustainable feature to their project.

(B-Enerkem project. Urged Metropolitan Council to adopt on Facility.

articipate.

ciated the opportunity to look at reclaiming wastewater will be future opportunities to review Enerkem's proposal miss an opportunity. Water is finite. Interested in taking aste from landfills and doing something useful with it is indfills in the state. There are a lot of potential benefits to here is more evaluation to do.

Attachment B

1	METROPOLITAN COUNCIL ENVIRONMENTAL SERVICES
2	Facility Plan for the Southeast Metro Water Reclamation Facility
3	PUBLIC HEARING
4	Thursday, May 31, 2018 6:30 p.m.
5	Rosemount Community Center
6	13885 South Robert Trail, Rosemount, Minnesota
7	
8	PRESENT:
9	Wendy Wulff, Metropolitan Council Member Metropolitan Council Member District 16
10	Metropolitan Council
11	Deborah Manning
12	Assistant Manager, Plant Engineering Metropolitan Council Environmental Services
13	Metropolitan council Environmental Services
14	Jeannine Clancy Assistant General Manager of Technical Services
15	Metropolitan Council Environmental Services
16	
17	John Chlebeck, Principal Engineer Metropolitan Council Environmental Services
18	Tim O'Donnell
19	Senior Information Coordinator/Citizen Liaison
20	Metropolitan Council Environmental Services
21	
22	
23	* * *
24	
25	

1 (The following proceedings transpired.) 2 3 MS. WULFF: Good evening, and welcome to the 4 5 Metropolitan Council Environmental Services Public Hearing. I'm Wendy Wulff, and I'm a Council member for 6 District 16. 7 I would like to acknowledge Mayor George 8 9 Tourville, from Inver Grove Heights, is here tonight. 10 The subject of this Public Hearing is the Draft Facility Plan for the Proposed Southeast Metro 11 Water Reclamation Facility. This Public Hearing is to 12 inform the public about and to receive comments on the 13 14 Draft Facility Plan. 15 So what are we going to cover today? We'll 16 introduce you to our staff who are working on the Draft 17 Facility Plan. We'll state the purpose of the Public 18 Hearing, summarize the Draft Facility Plan of the Southeast Metro Water Reclamation Facility, receive 19 20 your comments on the Draft Facility Plan, and cover the 21 next steps in the process. 2.2 Joining me to present the Draft Facility Plan 23 for the proposed Southeast Metro Water Reclamation 24 Facility and to receive comments are from Metropolitan 25 Council Environmental Services staff Jeannine Clancy.

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Would you stand and wave? The Assistant General
 Manager for Technical Services.

Deborah Manning, Assistant Manager for Plant
Engineering in Technical Services; John Chlebeck,
Principal Engineer in Technical Services; and Tim
O'Donnell, Senior Information Coordinator and Citizen
Liaison. Heather Eckstein from Adams's Court Reporting
will record the proceedings for our official public
record.

10 At this time, I would like to call the Public 11 Hearing to order. The purpose of this hearing is to 12 inform the public about the Draft Facility Plan and 13 receive your comments.

We'll first have a brief presentation of the Draft Facility Plan, and after that we'll receive the comments. All interested persons may present comments as they relate to the Draft Facility Plan, and if you wish to speak at this hearing, but have not yet signed in at the table right near the door, please do so.

You can also make public comments by mail, email, phone, fax, or TTY until Friday, June 11. There is a comment box over on the side of the room if you have written comments today that you would like to submit.

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This is a formal, legal, public hearing whose

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purpose is to receive your comments. Council
 representative are limited in the ability to respond to
 comments or questions directly during this hearing.

4 Council staff will compile all of the 5 comments and provide responses in the summary 6 documentation they present to the Council itself. That 7 summary documentation will be mailed to all who provide 8 formal comments and will be available on the Council 9 Website.

10 The Draft Facility Plan process includes 11 these key activities and dates. We published a legal 12 notice of the Public Hearing in the Star Tribune 13 newspaper and in the St. Paul Pioneer Press newspaper 14 on April 29, 2018.

We mailed the Public Hearing notice via email, .gov delivery, on April 27, 2018, to government and community representatives as well as other interested parties.

We mailed the Public Hearing notice via U.S.
Postal Service on May 7, 2018, to surrounding property
owners in the vicinity of the proposed project area.
We're having this Public Hearing today,
May 31, 2018, and the public comment period ends on
Friday, June 11, 2018, at 5:00 p.m.

25 Staff expects to present a summary of public

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comments and responses to the comments to the Council's
 Environment Committee by mid-June, and then a Council
 decision on the Draft Facility Plan is expected by the
 end of June 2018.

5 At this time, I'll turn the presentation over 6 to Deborah Manning and John Chlebeck. As I said, 7 because this is a public hearing, questions will need 8 to come in the form of a comment during the public 9 comment period of the hearing and staff will not be 10 able to respond to questions.

MS. MANNING: Thank you. Good evening.
Because our proposed project is about wastewater reuse,
we want to do some definitions.

14 Wastewater reuse is the practice of treating 15 and reusing wastewater treatment plant effluent for 16 beneficial use before releasing it back to the water 17 cycle, and the product that we produce from the wastewater reuse is what we call "reclaimed water." 18 19 And so we'll be using that term in this presentation. 20 Council policy directs our wastewater reuse 21 activities. In the Thrive 2040 plan, Council stated 2.2 that we would pursue wastewater reuse where 23 economically feasible as a means to promote sustainable

24 water resources.

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In the 2040 Policy Plan, Water Resources

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Policy Plan, it talks about how we would go about that,
 focusing on three areas of working with our partners,
 maximizing regional benefits for regional investments,
 providing efficient, high-quality, and sustainable
 water services.

Our wastewater reuse practice has moved 6 7 through a number of steps. We've completed studies 8 that our customers mostly have asked for, how does 9 wastewater reuse fit in their total water picture, and 10 moved into a demonstration project that's a full treatment plant in East Bethel that demonstrates the 11 high level of treatment needed for wastewater reuse and 12 13 also subsurface infiltration of the reclaimed water.

We're in the process of designing wastewater reuse facilities in our metro treatment plant which is in St. Paul, and that's for in-plant reuse.

And then finally a big step would be to be doing wastewater reuse under contract providing new plant water services to an industry or other user. And in this case, the industry that has expressed an interest is SKB Environmental and Enerkem partnership. Wastewater reuse is really, as we've looked

23 at where this might fit in the region's water 24 management picture, it's opportunity and

25

location-driven.

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1 The slide show shows our eight wastewater treatment plants around the region, and what we've 2 3 found is that the potential for cost effective reuse seems to be best when there's industries in the area 4 5 where it's appropriate or where there's growth, where the effluent quantity and quality from the local 6 wastewater treatment plant is conducive to reuse, where 7 there's land available for the required additional 8 9 treatment, and where distribution system piping cost is 10 reasonable.

Also, it's important to have a reuse driver and our Empire service area, the Empire Treatment Plant, is shown in that box, the round box, and in this part of Dakota County, the DNR has stated that future water appropriation permits may be more complicated to get, and that has encouraged people to look at some alternative water supplies such as wastewater reuse.

18 The question came up often in the two public 19 information meetings that we had of why are we having 20 or why did the Council do this Facility Plan now, and 21 why the Public Hearing.

We know that SKB and Enerkem are continuing to make their decisions about their proposed facility in Inver Grove Heights, and so people have asked why is Met Council out with a facility plan while that

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1 decision-making process is still going on. And really there's a number of reasons. 2 We 3 are, we've received this expression of interest from SKB and Enerkem for their facility, potential facility 4 5 in Inver Grove Heights. We've recognized that we would need to 6 7 provide additional treatment, storage, pumping, and piping facilities in order to provide reclaimed water 8 9 there, and these proposed Southeast Metro Water 10 Reclamation Facilities would provide that. The Council has a policy to recover the cost 11 of the facilities through reclaimed water fees charged 12 13 to users; in this case, Enerkem. But the cost of those facilities could be 14 15 reduced if the Council pursued low-interest rate funds 16 from the Minnesota Public Facilities Authority. 17 PFA requires a facility plan as a first step 18 in qualifying for those low-interest loans, so we proceeded with that facility plan. And a public 19 20 hearing is required as part of that facility plan 21 process. 2.2 So that's the reason that we've been doing 23 this and at this point in our process. So I will turn it over to John Chlebeck who's 24

25 our Project Manager for the facilities, and he'll tell

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1 you more about them.

Thanks, Deborah. 2 MR. CHLEBECK: So as 3 Deborah mentioned, the Empire Wastewater Treatment Plant has been identified as a location where the reuse 4 5 is, has a high potential. This map here shows the Empire service area, 6 the collocation area, for the Empire Wastewater 7 8 Treatment Plant, which is shown as a black box there 9 where it says "Empire." 10 The service area, current service area is this darker pink color, and then the light pink color 11 is our projected service area for that wastewater 12 treatment plant. 13 The plant serves Rosemount, Apple Valley, 14 15 Lakeville, Farmington, Empire Township, and 16 Elko-New Market, and the current flow through the plant 17 is about 10 million gallons per day on average. The 18 plant capacity is 24 million gallons per day. 19 This is a picture of the Empire Plant which would serve as the source of water for our Southeast 20 21 Metro Water Reclamation Facility. 2.2 It provides an advanced secondary treatment 23 process for the wastewater that discharges to the Mississippi River, and that includes removing solids 24 25 and biodegradable material as well as nutrients, and

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provides disinfection before pumping it into our
 outfall pipe to the Mississippi.

This shows a high-level concept of our Southeast Metro Water Reclamation Facility project. So at the bottom of this map, you can see the red dot represents the Empire Wastewater Treatment Plant, which you just saw.

8 The light blue line coming north from there 9 up to County Road 42 and then running east towards the 10 Mississippi River is the outfall pipe from that 11 wastewater treatment plant.

12 It jogs north to 140th Street just before it 13 goes towards the river. That line, that plant and the 14 line, they carry about 10 million gallons per day as I 15 mentioned.

16 We would be diverting approximately 2 million 17 gallons per day at our proposed Southeast Metro Water 18 Reclamation Treatment Plant, which is represented by 19 the blue dot on the map there on 140th Street.

And then after treating it to a higher-level quality for reuse, we'd be pumping the water along this route here, which is shown as a green line for the distribution pipe up to the proposed Enerkem facility in Inver Grove Heights on 117th Street.

Our treatment facility for the Southeast

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Metro Water Reclamation Facility would be regulated and
 permitted by the Minnesota Pollution Control Agency or
 MPCA, and this information here is a schematic
 representation of how they permit wastewater reuse in
 Minnesota.

6 It's based on, the guidance they've created 7 is based on regulations in California, the Title 22 8 regulations for wastewater reuse for non-potable 9 purposes, and what's shown here is three tiers of 10 effluent quality or reclaimed water quality depending 11 on the end use of the product.

12 And so in this case we're looking at 13 industrial processes and cooling that would involve 14 cooling towers that create a mist where there's 15 potential for worker contact.

And so we're looking at the higher level here, the highest of the three levels for treatment quality to provide to the Enerkem facility.

19 So if you've reviewed the Facility Plan, we 20 evaluated a number of alternatives for different 21 treatment processes. What's shown here is the concept 22 for the treatment process and the recommended 23 alternative facility plan.

At the top of this figure, this represents the outfall pipe that runs along 140th Street. We'd be

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diverting flow from that pipe, pumping it through a
filtration system and a UV or ultraviolet light
disinfection system before going to a storage tank
represented by this rectangle here, and then pumping
from that storage tank to the Enerkem facility through
the distribution pipeline.

7 There's also a secondary disinfection system
8 shown here, which would be chlorine or sodium
9 hypochlorite, which would provide a chlorine residual
10 in the distribution line to maintain disinfection.

11 Our site along 140th Street is the former 12 Rosemount Wastewater Treatment Plant site of which 13 Metropolitan Council Environmental Services owns. We 14 operate an active lift station, L74.

15 The Rosemount Wastewater Treatment plant was 16 decommissioned about ten years ago, and the treatment 17 process had three primary treatment buildings. One of 18 those has been demolished here, but there are two still 19 standing and those are shown on this figure as well.

20 Part of our Facility Plan looked at the 21 potential to reuse those facilities for our new 22 equipment as a way of saving cost. And you can see 23 here, along 140th Street, that's our outfall pipe shown 24 on that map there as well.

25 The distribution pipe route would be running

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from the proposed treatment plant location in the bottom right-hand corner here, and following this, this purple line here which is 140th Street up to Blaine Avenue or County Road 71, and then running north along County Road 71 to 117th Street.

Along this route, there are several
difficulties that we identified in the Facility Plan,
and some of that results in additional cost as well.

9 There are three railroad crossings, petroleum 10 pipelines associated with the Flint Hills Refinery, and 11 also a crossing of Highway 52, which is a fairly major 12 endeavor. The pipeline length is four-and-a-half miles 13 in total.

As I mentioned, we evaluated several alternatives in the Facility Plan, and I'm going to go over those in summary right now. For disinfection, we looked at using chlorine versus using UV or ultraviolet light for disinfection.

For buildings, we considered all new
construction versus reusing existing buildings at the
Rosemount Wastewater Treatment Plant site.

For the storage tank on the site, we evaluated two different capacities for storage; a two-million gallon tank versus a six-million gallon. And then we also looked at an option for an

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1 above-ground tank instead of below-ground storage. The distribution pipe, we considered running 2 3 that pipe along Highway 52 and County Road 71. The previous map here shows the route along County Road 71 4 5 which ending up being the recommended alternative based on our evaluation of the Facility Plan. 6 7 So I'm going to go through each of these 8 alternatives briefly, and there are more details in the 9 report which is available on our Website and we can 10 provide hard copies if anyone needs them. For disinfection, as I mentioned, we looked 11 at sodium hypochlorite or chlorine and UV as our 12 13 primary alternatives.

14 The UV is a more expensive system, but one 15 primary consideration here was the acceptability of the 16 water, the reclaimed water, to the end user of the 17 water, which they have said that chlorine, they'd like 18 to minimize the amount of chlorine in that water for 19 their industrial processes.

20 So using chlorine as the primary disinfection 21 obviously creates some difficulty with minimizing the 22 amount of chlorine in the water.

In addition, the sodium hypochlorite is more complex to operate to target the right disinfection dose to get the bacterial and pathogen inactivation

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1 that you need to meet your permit requirements, and it 2 creates a safety hazard due to greater volume of 3 chemicals stored on-site.

So in the end, we are recommending in our
Facility Plan to use UV disinfection.

As I mentioned, we looked at repurposing existing buildings on the Rosemount Wastewater Treatment Plant site, and we found in our preliminary evaluation that there's a potential to save some cost by doing that and probably shortening the construction schedule by doing that.

But we've, our conclusion was that we needed to do a more in-depth engineering evaluations of those structures during design. So at this point, we're deferring a decision on that until after we do more design work.

17 The purpose of storage for this facility is 18 to provide for reliability in the case of a short 19 supply outage, and also to allow for continuous 20 operation of the treatment facility with fluctuations 21 on the demand side.

And for the purpose, we determined that the six-million gallon storage tank is likely unnecessary and cost prohibitive. So we're looking at a two-million gallon storage tank.

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1 We also evaluated the potential for an above-grade storage tank at the site, and we'd like to 2 3 evaluate that further during design as well. So at this point, we've identified that the 4 5 volume would likely be two million gallons. And so our 6 budgetary cost estimate for this component of the system is based on that volume. 7 But the decision about whether it'll be below 8 9 ground or above ground would be left for design to further evaluate. 10 One problem with the above-ground storage 11 tank that we'd like to evaluate further is it creates 12 additional complexity with operations, and so it 13 14 requires an intermediate pumping station that also increases energy consumption in the facility. 15 16 And as I mentioned, we looked at a route along Highway 52 as well as the County Road 71 route. 17 18 The Highway 52 route was slightly shorter in length, but the construction risks are significantly higher 19 20 along that route. The costs are essentially equal according to our cost estimate. 21 Part of the construction risk along the 2.2 23 County Road 52 site, there's documented environmental contamination, contaminant plumes that we'd have to 24 contend with during construction, as well as additional 25

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1 MnDOT permitting requirements.

There's parallel high-pressure petroleum 2 3 product pipelines, and we've identified here the traffic impact would be much higher. There's much 4 5 greater traffic along that route of which creates a construction safety risk. 6 7 So at this point, we're recommending 8 evaluating the County Road 71 route going forward to 9 design. 10 So with the alternatives that we are recommending, this is the budgetary cost estimate 11 12 presented in the Facility Plan. 13 It's broken into four components here; the 14 diversion system, which is the pumping system which 15 takes the wastewater out of the outfall from Empire and 16 pump it up into the new treatment facility; filtration 17 and disinfection includes the filters and disinfection 18 equipment as well as the structures to house that 19 equipment on the site; storage and pumping is the 20 storage tank as well as distribution pumps to move the water into the distribution line; and the distribution 21 2.2 piping is the pipeline itself along the County Road 71 23 route.

It's shown here as estimated project cost.
The total cost is \$27.7 million approximately, and that

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cost includes construction cost estimate, engineering
 and administrative costs, inflation, land acquisition,
 and permitting costs.

So with that, I'm going to turn it back toDeborah.

6 MS. MANNING: The proposed project delivery 7 we're anticipating would be done under two separate 8 design and construction projects; one for the treatment 9 and storage site project, the other for the 10 distribution pipe.

And we are ready to begin design work this year if that is the date that we settle on with Enerkem in an agreement. Construction can begin in 2019 or 2020 if that design proceeds as shown.

Proposed project funding, as I mentioned previously, Council's policy is to have the reclaimed water user, in this case Enerkem, pay for the cost of design, construction, and the annual operation and maintenance.

There is, the Council has just recently reviewed policy, and concluded that a regional cost share is appropriate if there is a benefit to Council's regional wastewater system. And so that's that third bullet.

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Council is in the process of evaluating if

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there is a regional benefit to the regional wastewater
 system from the Enerkem project.

3 If there is, we will go out to the public
4 with public information meetings and public hearings on
5 that proposed regional cost share.

As I mentioned in the beginning, one of the reasons we're doing these public, this Public Hearing and then completed the Draft Facility Plan is to qualify for those low-interest loans from the Public Facility Authority.

We showed this timeline at the beginning of the presentation. The public comment period will run to June 11. There are instructions on how to submit comments if you choose to hold off and not submit them tonight. They're on the back of your agenda in your agenda packet.

And then as we mentioned at the beginning that Council would hear comments, and any response that comes back of those comments, towards the end of June and consider adopting the Facility Plan.

21 And with that, I will turn it back to 22 Councilmember Wulff.

23 MS. WULFF: Thank you, can you hear me? I 24 would like to acknowledge my colleague Steve Chavez who 25 came in a little bit late. He represents both

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Inver Grove Heights and Rosemount on the
 Metropolitan Council.

3 Okay, so as we proceed with the comment 4 portion of the Public Hearing, there's a few 5 information items I want to point out. 6 People wishing to comment will be called to 7 speak in the order that you signed in. If you decide 8 during the meeting that you want to speak and you have 9 not indicated that on the sign-in sheet, I will do a 10 call at the end for anybody who wants to make additional public comments. 11

Each speaker should stand up and state their name, address, and organization that you represent, if any, because this hearing is being recorded for the official public record.

16Deborah, you're going to go around with17the --

MS. MANNING: Tim's going to do that. MS. WULFF: If you'd like to speak from the podium up here, you can, or you can speak from your seat or wherever and Tim will bring the microphone to you.

Individuals should keep their remarks to
three minutes, and if you're a designated
representative of a group or organization, you have

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five minutes. And of course you can also provide
 additional written statements here or anytime up
 through June 11.

4 Council staff will compile all the comments 5 and provide responses in the summary documentation they 6 present to the Council itself for their decision-making 7 process.

And that summary documentation will be mailed to everyone who provides formal comments and will be available on the Council Website. And if you don't want to make a comment and you still want to get an emailed copy, let staff know and they will email you a copy of the document as well.

14 So at this time, we'll receive your comments. 15 I'd like to remind you to stand up and state your name, 16 address, and organization, if any. The first person 17 who signed up to speak is Don Mullin.

18 MR. MULLIN: Thank you. Hi, my name is 19 Don Mullin. I'm with the St. Paul Building Trades. 20 353 West 7th in downtown St. Paul. I want to thank you 21 for the opportunity to speak here today and add my 22 comment for the record.

I represent roughly about 12,000 construction workers in Dakota, Washington, Ramsey, and Chisago Counties, and we are very supportive of this project

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1 and we'd ask you to please continue to move forward 2 with it. Thank you very much. 3 MS. WULFF: Thank you. Next up is Brenda Sabistina. 4 5 Yes. Brenda Sabistina, MS. SABISTINA: 10380 Brent Avenue, Inver Grove Heights. I'm just a 6 7 public citizen. I'm just wondering if research has been done 8 9 on this Enerkem company. I saw their Edmonton project 10 was six years late and the construction costs went over a \$100 million over budget. They were also going to 11 build a plant in Mississippi that still hasn't been 12 13 built and that was in 2009. 14 So I'm just questioning this company and 15 what, if anything, has been done to check into them. 16 MS. WULFF: Thank you. Ryan O'Gara. MR. O'GARA: Ryan O'Gara with SKB 17 18 Environmental. 13225 Galleria Court in Apple Valley. 19 And I'd like to start just by expressing my 20 gratitude to the Council for hosting these meetings and 21 also specifically the Counsel staff that has spent so much time and energy getting to this point with this 22 23 Facility Plan. 24 We first started exploring with Enerkem the 25 site for the facility. One of the biggest challenges

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was having the water source. Given the challenges with
 using fresh ground water that we use as a drinking
 water supply and using surface water, we really had a
 challenge, and oftentimes challenges can bring about
 pretty exciting opportunities.

6 And that's what we have here with this 7 proposed facility. It would add yet another 8 sustainable aspect to our process where we want to not 9 only recover recyclables from waste and convert it into 10 renewable fuel, and now we'll be reusing wastewater and 11 using that as opposed to using fresh ground water.

12 So this project is extremely exciting to us 13 and we strongly encourage you to move forward and we 14 appreciate all the cooperation along the way.

MS. WULFF: Thank you. Rick Peterson.
MR. PETERSON: Hi, my name is Rick Peterson
with the North Central States Regional Council, also
known as the Carpenter's Union, 700 Olive Street,

19 St. Paul, Minnesota.

Adam Duininck, who is our Government Affairs officer, he's not here today. He had wanted me to come and read a statement, so this is his statement.

I'm here today to express a strong support
for the Enerkem-SKB Environmental project in
Dakota County. In order to continue to pursue the

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project, the North Central States Regional Council
 Carpenters urges the Metropolitan Council to adopt the
 Water Reclamation Facility Plan, Draft Plan, in June.

The project is an ideal combination of good and technical, and it benefits the environment, as well as projects that support good jobs and other economic development opportunities.

8 If we are able to successfully complete the 9 project, it'll be a model for our region and our region 10 around, and regions around the country. The project is 11 estimated at \$350 million. It will create an estimated 12 700 construction jobs as well as high-quality permanent 13 jobs.

14 Thank you for your openness and creative 15 thinking, and I appreciate all the work that you're 16 doing to engage in it and has gone into this decision. 17 I urge you to support the plan and advance to 18 the next phase of the process of including and seeking 19 funding to ensure the completion. Adam Duininck. 20 MS. WULFF: Thank you. Jason George. 21 MR. GEORGE: Hi, I'm Jason George. Jason 22 George with the Operating Engineers, Local 49. 23 We represent about 14,000 heavy equipment operators in three states; Minnesota, South Dakota, and 24 25 North Dakota. I live in Rosemount, at 13361 Coachford

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1 Avenue.

We are in strong support of the project and 2 3 really want to thank the Met Council for bringing this forward along the way and continuing to work with the 4 5 company to try to figure out a path to get this done. 6 It'll create hundreds of good-paying 7 construction jobs, and we are always big supporters of 8 public-private partnerships like this where a small 9 amount of, relatively small amount of private or public 10 dollars and public investment in infrastructure can leverage hundreds of millions of dollars in private 11 12 construction. 13 It's going to be done by local union hands, which means it's going to be good-paying jobs. 14 So we 15 think it's going to be a win-win for the environment, 16 for jobs, for the community, and for the Met Council. 17 And we strongly urge you folks to continue to 18 move it forward and ultimately get this done. Thank 19 you. 20 MS. WULFF: Thank you. That is the end of my 21 list. Is there anyone else who would like to speak? Councilmember Chavez? 2.2 23 Thank you, Councilmember Wulff. MR. CHAVEZ: MS. WULFF: Wait for the microphone, 24 25 Councilmember.

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1 MR. CHAVEZ: I'm late to the show this evening, I apologize. Yes, I'm the Met Council member 2 3 in whose district these proposed projects are sited. Primary thing I wanted to just relate tonight 4 5 is you all could be doing something this evening probably much more stimulating, more fun in this 6 7 gorgeous weather. 8 So this is how democracy happens and thanks 9 for showing up. 80 percent of life is showing up, and 10 these are the types of things that make a big 11 difference. The citizens that are here, I always cringe 12 when I hear someone say, well, I'm just a citizen or 13 14 I'm from the neighborhood or something like that. This 15 is why we show up. Thank you for doing that, 16 appreciate it. 17 MS. WULFF: Is there anyone else who would 18 like to speak? 19 MR. TOURVILLE: Mayor George Tourville from 20 Inver Grove Heights. 8415 Cooper Way East, 21 Inver Grove. 2.2 And we've been, we've been working with SKB 23 and Enerkem and Metro Council for over a year, I think, and we appreciate the Public Hearing also because it 24 25 gives an opportunity to take a look at the reclaiming

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of the water out of the waste treatment plant. It is
 unique.

You brought up some great questions on Enerkem, and I'm sure they'll be answered and there'll be comments. It's not the time tonight, public hearing. But we are, we're waiting, going through the process like everybody else.

8 We're getting to know, we've had Enerkem do a 9 few proposals, not through the -- not at a city council 10 meeting, but at work sessions.

We have had staff working with Metro Council which we truly appreciate, with Jeannine and John and the others to take a look at this project as a possibility.

15 And without looking at it, we may be missing 16 an opportunity because we only have so much water. 17 Minnesota's gifted with the 10,000 lakes, but you still 18 only have so much water.

And there's a chance for some of that water to be used instead of going straight to the Mississippi River. So we're interested in having a bi-product that comes out of it, ethanol.

23 So we're learning along with everybody else. 24 We're waiting for the process to continue, and if it 25 does, there will be public hearings and that, also at

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the -- within the city of Inver Grove Heights, for the project and to take a look at a lot of those other guestions.

But we appreciate people showing up. We appreciate Metro Council for allowing this to at least be looked at.

7 And again, we look at it as an opportunity 8 and we continually need to look at opportunities to 9 protect the environment, to take a look at the use of 10 what gifts we've got, and water is truly a gift.

11 And if we can take a look at using that, if 12 we end up also with a product through this, which 13 you've probably read through the Enerkem stuff, is that 14 you need municipal waste.

15 So within the municipal waste stream, you may 16 end up coming up with a product and you may end up 17 with, as we're looking through it, you'll end up with 18 less going into the ground.

And in Inver Grove Heights, we look at that very seriously having the largest landfill for municipal waste in, I don't know if it's in Minnesota, but at least in Dakota County, and it's a partnership for a municipal landfill.

24 So we're looking at it. There's a lot more 25 to come, there's a lot more studying to do. And there

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is, they'll be a lot more public comments.

2 So we do appreciate the unions speaking, look 3 at jobs, take a look at the other pieces. It does, it 4 takes a lot of water. I'm surprised when somebody 5 asked that question.

6 It takes a lot of water, and so it's one of 7 the reasons why you're not going to probably see DNR go 8 out for a well digging and take fresh water out of the 9 aquifers.

10 So we'll take a look, more to come, a lot 11 more information, and again, we look at Metro Council 12 taking the lead on this. The City of Inver Grove is 13 hoping to work with it and see if we can make this 14 happen.

15 And I will, and this isn't the spot here, but 16 we'll be doing more informational meetings within Inver 17 Grove as we get permits and applications and other 18 things also so it'll be more of a chance. Thank you. 19 If I didn't say anything, it'd probably be 20 You'd think I didn't like the project. remiss. 21 MS. WULFF: Is there anyone else who'd like 22 to speak? Last chance, nobody, okay.

23 Since there are no further comments at this 24 time, I'd like to remind you that the Public Hearing 25 record will remain open until 5:00 p.m. on

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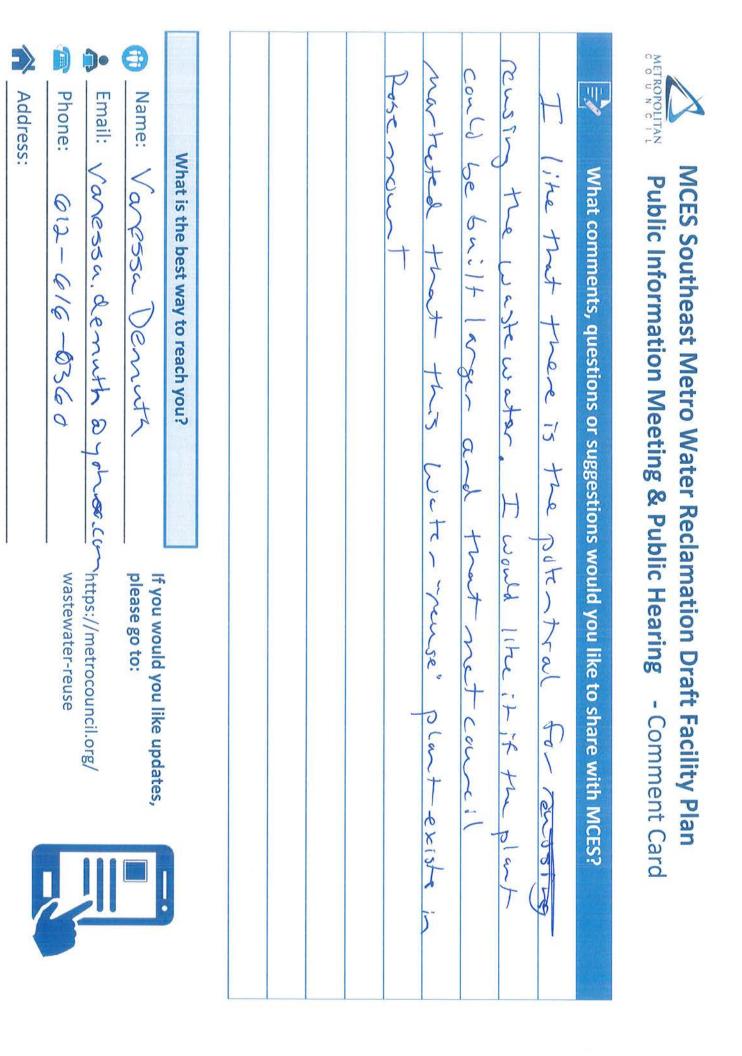
1 Friday, June 11, 2018.

2	You may submit comments through any of the
3	methods now showing on the screen by email, Postal
4	mail, fax, or the Council's public comment line, by TTY
5	text-telephone, and also the little box on the side of
6	the room if you want to put something in tonight.
7	These instructions are also printed on the back of your
8	agenda.
9	I'll make one final call, anyone else want to
10	get up and talk? Seeing no further comments, we will
11	adjourn the Public Hearing, thank you very much for
12	coming.
13	(The hearing was adjourned at 7:10 p.m.)
14	
15	* * *
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1 STATE OF MINNESOTA)) 2 COUNTY OF SHERBURNE) 3 4 5 Be it known that the foregoing Metropolitan Council Environmental Services Public Hearing proceedings were taken by Heather Eckstein, Court Reporter, on the 31st 6 of May, 2018, at the Rosemount Community City, 13885 South 7 Robert Trail, Rosemount, Minnesota. 8 9 10 That I was then and there a Notary Public in and for the County of Sherburne, State of Minnesota; 11 12 13 That the proceedings were recorded in stenotype by myself and transcribed into writing by computer-aided 14 transcription, and that the transcript is a true and accurate record of the proceedings to the best of my 15 ability; 16 17 18 Dated and signed the 4th day of May, 2018. 19 20 21 Heather Eckstein 2.2 Court Reporter 23 24 25

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Address:	Phone: 651-455-4799	Email:	Name: D. North	What is the best way to reach you?		- Nice informational mts. Thx.		a two-1d be good to see this expands	- like the concept of utilizing instruction	dissidend up paying for emything if	×.	- Sends like areginteresting proposal	What comments, questions or suggestions would	MCES Southeast Metro Water Reclamation Draft Facility Plan Public Information Meeting & Public Hearing - Comment Ca
	wastewater-reuse	https://metrocouncil.org/	If you would you like updates, please go to:					ds if this werks	for 1	f Enertern defailts	muer net Concil		would you like to share with MCES?	Jamation Draft Facility Plan blic Hearing - Comment Card

What is the best way to reach you? Name: Bob Hicks ► Email: bhicks@holyor/lives.com Phone: lost-Jul-3830 Address: 368 1404 St East	We opposed a Trading (3686 How St Fast & 1's Locale ou How How	MCES Southeast Metro Water Reclamation Draft Facility Plan Public Information Meeting & Public Hearing - Comment Car
If you would you like updates, please go to: https://metrocouncil.org/ wastewater-reuse	the Boonson A make we want your your and and the Arive way	Iamation Draft Facility Plan blic Hearing - Comment Card would you like to share with MCES?



From:	Odonnell, Tim				
To:	<u>Chlebeck, John; Nguyen, Michael</u>				
Cc:	Manning, Deborah				
Subject:	FW: Southeast Metro Water Reclamation Facility				
Date:	Friday, May 11, 2018 1:00:07 PM				
Attachments:	image001.gif				
	ags a18d65e9a04d4fbcbd8f4a2886b1cc56.pdf				
	image002.png				
	image003.gif				
	image004.png				
	image005.png				
	image006.png				
	image007.gif				

Hi John and Michael –

We received the comments below and the attachment from Great River Energy. Could one of you respond to them, acknowledging that we received their comments, and also stating in general how we will address their concerns and work with them throughout design and construction?

Also, send me a copy of your reply so that I can keep it in the public record for this project.

Thanks!

Tim



From: PublicInfo
Sent: Thursday, May 10, 2018 3:57 PM
To: Odonnell, Tim <tim.odonnell@metc.state.mn.us>
Subject: FW: Southeast Metro Water Reclamation Facility

HI Tim,

I am staffing Public Info box this week.

Could you take a peek at the message below and advise me on who is the appropriate staff.

Thank you,

Claudia

From: Macmillan, Michelle GRE-MG <<u>mmacmillan@GREnergy.com</u>>
Sent: Thursday, May 10, 2018 3:26 PM
To: PublicInfo <<u>public.info@metc.state.mn.us</u>>
Subject: Southeast Metro Water Reclamation Facility

I received your notification for the Southeast Metro Water Reclamation Facility. I have attached a map for your reference and GRE does have facilities where you have proposed a reclaimed water distribution pipe as well as the area at 145th Street where the Empire Wastewater Treatment Plant Outfall Pipe exists.

Our first concern would be any excavation near our facilities where you would be installing new pipe or upgrading any of the old pipe. I have also attached an exhibit for temporary excavation, if you cannot meet these excavation requirements you will either need to pay Great River Energy to hold the poles during excavation or box or directional drill past our poles. If you choose to have GRE hold poles, you will need to pay an hourly rate for labor and equipment.

The second concern would be safety working under the high voltage transmission lines. If you do not feel you can excavate safely under the transmission lines, you can request an outage. You will be required to pay an hourly rate for labor and equipment to take the outage if this is needed.

Michelle MacMillan

Great River Energy Land Rights Department 12300 Elm Creek Boulevard Maple Grove, MN 55369-4718

Direct: 763-445-5984 Main: 763-445-5000 Fax: 763-445-6784 Cell: 612-845-1204 mmacmillan@GREnergy.com dc_img_gre_logo

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