

1021 NORTH GRAND AVENUE EAST, P.O. BOX 19276, SPRINGFIELD, ILLINOIS 62794-9276 • (217) 782-3397 PAT QUINN, GOVERNOR JOHN J. KIM, INTERIM DIRECTOR

217/785-0561

July 6, 2012

CERTIFIED MAIL # 7010 2780 0002 1163 6974 RETURN RECEIPT REQUESTED

Mr. Rick Diericx, Sr. Director, Environmental Compliance Dynegy Operating Company 604 Pierce Boulevard O'Fallon, IL 62269

Re:

Violation Notice: Dynegy Midwest Generation LLC; Vermilion Power Station

Identification No.: 6293

Violation Notice No.: W-2012-00071

Dear Mr. Diericx:

This constitutes a Violation Notice pursuant to Section 31(a)(1) of the Illinois Environmental Protection Act ('Act'), 415 ILCS 5/31(a)(1), and is based upon a review of available information and an investigation by representatives of the Illinois Environmental Protection Agency (Illinois EPA).

The Illinois EPA hereby provides notice of alleged violations of environmental laws, regulations, or permits as set forth in Attachment A to this notice. Attachment A includes an explanation of the activities that the Illinois EPA believes may resolve the specified alleged violations. Due to the nature and seriousness of the alleged violations, please be advised that resolution of the violations may also require the involvement of a prosecutorial authority for purposes that may include, among others, the imposition of statutory penalties.

A written response, which may include a request for a meeting with representatives of the Illinois EPA, must be submitted via certified mail to the Illinois EPA within 45 days of receipt of this letter. If a meeting is requested, it shall be held within 60 days of receipt of this notice. The response must include information in rebuttal, explanation, or justification of each alleged violation and a statement indicating whether or not the facility wishes to enter into a Compliance Commitment Agreement ('CCA') pursuant to Section 31(a) of the Act. If the facility wishes to enter into a CCA, the written response must also include proposed terms for the CCA that includes dates for achieving each commitment and may include a statement that compliance has been achieved for some or all of the alleged violations. The proposed terms of the CCA should contain sufficient detail and must include steps to be taken to achieve compliance and the necessary dates by which compliance will

IEPA - DMISION OF RECORDS MANAGEMENT RELEASABLE

NOV 05 2014

REVIEWER EAV

9511 Harrison St., Des Plaines, IL 60016 (847)294-4000 5407 N. University St., Arbor 113, Peorla, IL 61614 (309)693-5462 2309 W. Main St., Suite 116, Marion, IL 62959 (618)993-7200 100 W. Randolph, Suite 11-300, Chicago, IL 60601 (312)814-6026 Page 2 of 2

ID: 6293 Dynegy Midwest Generation LLC; Vermilion Power Station

VN W-2012-00071

The Illinois EPA will review the proposed terms for a CCA provided by the facility and, within 30 days of receipt, will respond with either a proposed CCA or a notice that no CCA will be issued by the Illinois EPA. If the Illinois EPA sends a proposed CCA, the facility must respond in writing by either agreeing to and signing the proposed CCA or by notifying the Illinois EPA that the facility rejects the terms of the proposed CCA.

If a timely written response to this Violation Notice is not provided, it shall be considered a waiver of the opportunity to respond and meet, and the Illinois EPA may proceed with referral to a prosecutorial authority.

Written communications should be directed to:

Illinois EPA – Division of Public Water Supplies Attn: Andrea Rhodes, CAS #19 P.O. BOX 19276 Springfield, IL 62794-9276

All communications must include reference to this Violation Notice number, W-2012-00071.

Questions regarding this Violation Notice should be directed to Andrea Rhodes at 217/785-0561.

Sincerely,

Michael Crumly

Manager, Compliance Assurance Section

Division of Public Water Supplies

Bureau of Water

Attachments

CASE ID: 2012-009

#### ATTACHMENT A

# DYNEGY MIDWEST GENERATION LLC; VERMILION POWER STATION, ID:6293 VIOLATION NOTICE NO. W-2012-00071:

A review of information available to the Illinois EPA indicates the following on-going violations of statutes, regulations, or permits. Included with each type of violation is an explanation of the activities that the Illinois EPA believes may resolve the violation.

#### Groundwater Quality

No person shall cause, threaten or allow the release of any contaminant to a resource groundwater such that: treatment or additional treatment is necessary to continue an existing use or to assure a potential use of such groundwater; or an existing or potential use of such groundwater is precluded. No person shall cause, threaten or allow the release of any contaminant to groundwater so as to cause a groundwater quality standard to be exceeded. Dynegy Midwest Generation, LLC must take actions to mitigate existing contamination and prevent the continuing release of contaminants into the environment.

# Violation Description

Operations at ash impoundments have resulted in violations of the Groundwater Quality Standards at monitoring well MW-04 for the following constituents:

Parameter	Sample	Value	GW Standard	Collection Date
Boron	7.8	mg/l	2.0  mg/l	10/10/2011
Boron	7.1	mg/1	2.0  mg/l	07/27/2011
Boron	5.7	mg/1	2.0  mg/l	05/24/2011
Boron	4.9	mg/1	2.0  mg/l	03/08/2011
Manganese	1.0	mg/1	0.15  mg/l	10/10/2011
Manganese	0.9	mg/1	0.15  mg/l	07/27/2011
Manganese	1.0	mg/1	0.15  mg/l	05/24/2011
Manganese	0.91	mg/1	0.15  mg/l	03/08/2011

Rule/Reg. Section 12 of the Act, 415 ILCS 5/12, 35 Ill. Adm. Code 620.115, 620.301, 620.401, 620.405, and 620.410.

#### ATTACHMENT A

DYNEGY MIDWEST GENERATION LLC; VERMILION POWER STATION, ID:6293 VIOLATION NOTICE NO. W-2012-00071:

#### Violation

## Description

Operations at ash impoundments have resulted in violations of the Groundwater Quality Standards at monitoring well MW-05 for the following constituents:

Parameter	Sample	Value	GW Stand	dard	Collection Da	ate
Boron	22	mg/1	2.0	mg/1	10/10/2011	
Boron	19	mg/l	2.0	mg/1	07/27/2011	
Boron	19	mg/l	2.0	mg/1	05/24/2011	*
Boron	20	mg/1	2.0	mg/1	03/08/2011	
Manganese	0.34	mg/l	0.15	mg/l	10/10/2011	
Manganese	0.31	mg/l	0.15	mg/1	07/27/2011	
Manganese	0.29	mg/l	0.15	mg/1	05/24/2011	
Manganese	0.31	mg/1	0.15	mg/1	03/08/2011	
Sulfate	480	mg/1	400	mg/1	10/10/2011	
Sulfate	450	mg/1	400	mg/1	07/27/2011	
Sulfate	410	mg/l	400	mg/l	05/24/2011	

Rule/Reg. Section 12 of the Act, 415 ILCS 5/12, 35 Ill. Adm. Code 620.115, 620.301, 620.401, 620.405, and 620.410.

# Violation

# Description

Operations at ash impoundments have resulted in violations of the Groundwater Quality Standards at monitoring well MW-08R for the following constituents:

Parameter	Sample	Value	GW Stan	dard	Collection Date
pН	6.35	su	6.5-9.0	su	10/10/2011
Boron	40	mg/l	2.0	mg/1	10/10/2011
Boron	37	mg/l	2.0	mg/1	07/27/2011
Boron	29	mg/1	2.0	mg/1	05/24/2011
Manganese	0.22	mg/1	0.15	mg/1	05/24/2011
Sulfate	1,500	mg/1	400	mg/1	10/10/2011
Sulfate	1,300	mg/1	400	mg/1	07/27/2011
Sulfate	1,000	mg/1	400	mg/1	05/24/2011
TDS	2,200	mg/1	1,200	mg/l	10/10/2011
TDS	2,000	mg/l	1,200	mg/1	07/27/2011
TDS	1,700	mg/l	1,200	mg/l	05/24/2011

Rule/Reg. Section 12 of the Act, 415 ILCS 5/12, 35 Ill. Adm. Code 620.115, 620.301, 620.401, 620.405, and 620.410.

PAGE NO. 3 OF 3

### ATTACHMENT A

DYNEGY MIDWEST GENERATION LLC; VERMILION POWER STATION, ID:6293 VIOLATION NOTICE NO. W-2012-00071:

#### Violation

## Description

Operations at ash impoundments have resulted in violations of the Groundwater Quality Standards at monitoring well MW-34 for the following constituents:

Parameter	Sample	Value	GW Standard	Collection Date
Iron	5.3	mg/1	5.0  mg/l	07/26/2011
Iron	5.7	mg/1	5.0  mg/l	03/08/2011

Rule/Reg. Section 12 of the Act, 415 ILCS 5/12, 35 Ill. Adm. Code 620.115, 620.301, 620.401, 620.405, and 620.410.