State of California California Regional Water Quality Control Board Colorado River Basin Region

IN THE MATTER OF:)
Palm Springs Unified School District)
	 Settlement Agreement and Stipulation For Entry of Administrative Civil Liability Order R7-2024-0026)

This Settlement Agreement and Stipulation for Entry of Administrative Civil Liability Order R7-2024-0026 (Settlement Agreement or Stipulated Order) is entered into by and between the Prosecution Team (Prosecution Team) for the Colorado River Basin Regional Water Quality Control Board (Regional Water Board) and Palm Springs Unified School District (Discharger) (the Regional Water Board and the Discharger are collectively referred to as the Parties) and is presented to the Regional Water Board or its delegee, for adoption as an Order by settlement, pursuant to Government Code section 11415.60. This Settlement Agreement accepts the stipulations for settlement of administrative civil liability assessed in the amount of \$78,777.87 to the Discharger for violations of Waste Discharge Requirements (WDRs) Order R7-2012-0001 (Rancho Mirage High School Cooling Towers WDRs).

A. RECITALS

- 1. The Discharger owns and operates a cooling tower system used for temperature control at Rancho Mirage High School (RMHS), located at 31001 Rattler Road, Rancho Mirage, California.
- 2. RMHS is located in the Coachella Hydrologic Subunit. The Regional Water Board's Water Quality Control Plan, last amended in 2023, designates beneficial uses for groundwater in the Coachella Hydrologic Subunit as Municipal and Domestic Supply (MUN), Industrial Service Supply (IND), and Agricultural Supply (AGR).
- 3. On January 19, 2012, the Regional Water Board adopted WDRs Order R7-2012-0001 to regulate discharges of cooling tower blowdown to drywells, which overflow to an on-site stormwater collection system at RMHS. The WDRs specify effluent limitations, prohibitions, specifications, and provisions necessary to protect the beneficial uses of groundwaters in the Coachella Hydrologic Subunit and to prevent nuisance conditions. Among these requirements, the WDRs require the Discharger to submit monthly, quarterly and annual monitoring reports.
- 4. The WDRs section D.12 states "[t]he Discharger shall comply with Monitoring and Reporting Program (MRP) R7-2012-0001, and future revisions thereto, incorporated herein and made a part of this Board Order by reference, as specified by the Regional Water Board Executive Officer."

a. The MRP requires the Discharger to monitor the discharge from the cooling towers according to the following schedule:

Constituents	Units	Type of Sample	Sampling Frequency	Reporting Frequency
Flow	gpd ¹	Measurement ²	Daily	Monthly
Total Dissolved Solids	mg/L ³	Grab	Monthly	Monthly
рН	s.u. ⁴	Grab	Weekly	Monthly
General Minerals	mg/L	Grab	Annually	Annually⁵
Total Metals ⁶	μg/L ⁷	Grab	Annually	Annually
VOCs ⁸	μg/L	Grab	Annually	Annually

- Gallons per day (average daily flow calculated from monthly meter readings)
- Flow Meter Reading
- Milligrams per liter
- Standard Units
- Annual monitoring shall be conducted between June 1 and August 31 of each year
- ⁶ Metals analyses shall include at a minimum Aluminum, Iron and CAM 17 metals
- Micrograms per liter
- 8 Volatile Organic Compounds (EPA Methods 624 and 625)
- b. The MRP also requires the Discharger to establish a sampling station to collect representative samples of water supplied to the facility for municipal use. At a minimum the Discharger the municipal water supply for the following constituents:

Constituents	Units	Sampling Frequency		
Total Dissolved Solids	mg/L	Quarterly		
Water Supply Report ⁹		Annually		
0 4 (0				

⁹ A copy of Coachella Valley Water District's Annual Domestic Water Quality Summary shall be submitted with the Annual Monitoring Report.

- 5. The Discharger failed to timely submit monitoring reports as required by the RMHS WDRs. Between January 19, 2012, to November 2022, the Discharger consistently failed to submit timely Monthly, Quarterly, and Annual Monitoring Reports. The Prosecution Team is exercising its prosecutorial discretion by foregoing pursuit of administrative civil liabilities for any late reporting violations. In addition, it is exercising discretion by foregoing pursuit of administrative civil liabilities for reports in 2016 and 2017, which were never submitted.
- 6. The application of the Enforcement Policy and exercise of prosecutorial discretion has resulted in the assessment of a total of 2,597 days of violation for 80 missing reports, which is detailed in Attachment A.

- 7. Water Code section 13268 provides that any person who fails to furnish monitoring program reports may be subject to administrative civil liability of up to \$1,000 per day of violation.
- 8. The State Water Resources Control Board's *Water Quality Enforcement Policy* (Enforcement Policy) establishes a methodology for determining administrative civil liability by addressing the factors that are required to be considered under Water Code section 13327. The application of the Enforcement Policy to this violation is detailed in Attachment A. Application of the methodology results in a final administrative civil liability amount of \$87,530.97.
- 9. The Parties have engaged in settlement negotiations and agree to fully settle the matter without administrative or civil litigation and by presenting this Stipulated Order to the Regional Water Board or its delegee for adoption as an Order by settlement, pursuant to Government Code section 11415.60. The liability imposed by this Order was reached using the Enforcement Policy, as described in Attachment A. The Prosecution Team has applied a ten percent reduction to the amount described in Attachment A, based on litigation risk. The Prosecution Team believes that the resolution of the alleged violations is fair and reasonable and fulfills all of its enforcement objectives, that no further action is warranted concerning the specific violations alleged in Attachment A, except as provided in this Stipulated Order, and that this Stipulated Order is in the best interest of the public.

B. STIPULATIONS

- 1. **Jurisdiction**: The Parties agree that the Regional Water Board has subject matter jurisdiction over the matters alleged in this action and personal jurisdiction of the Parties to this Stipulation.
- 2. Administrative Civil Liability: Within 30 days of adoption of this Stipulated Order, the Discharger shall remit seventy-eight thousand seven hundred and seventy-seven dollars and eighty-seven cents (\$78,777.87) in the form of a check made payable to the State Water Resources Control Board Cleanup and Abatement Account. The check shall indicate Order R7-2024-0026 and shall be sent to the following address:

State Water Resources Control Board Division of Administrative Services, ATTN: ACL Payment P.O. Box 1888 Sacramento, California 95812-1888

A copy of the check shall also be transmitted electronically to the following e-mail addresses:

Michael Perez Michael.Perez@waterboards.ca.gov

Jose Cortez <u>Jose.Cortez@waterboards.ca.gov</u>

- 3. **Compliance with Applicable Laws:** The Discharger understands that payment of administrative civil liability in accordance with the terms of this Order and/or compliance with the terms of this Order is not a substitute for compliance with applicable laws, and that continuing violations of the type alleged above may subject it to further enforcement, including additional administrative civil liability.
- 4. Party Contacts for Communications related to this Stipulation and Order:

For the Regional Water Board:

Michael Perez 73-720 Fred Waring Drive, Suite 100 Palm Desert, CA 92260

E-mail: Michael.Perez@waterboards.ca.gov

Phone: 760-776-8946

Counsel:

Naomi Rubin, Attorney IV (she/her/hers) State Water Resources Control Board 801 K St. Suite 2300 Sacramento, CA 95814

E-mail: Naomi.Rubin@waterboards.ca.gov

Phone: 916-341-5677

For the Discharger:

Curtis Klein 150 District Center Drive Palm Springs, CA 92264 E-mail: <u>Cklein@psusd.us</u> Phone: 760-322-4115 (ext.5)

- 5. **Attorney's Fees and Costs:** Each Party shall bear all attorneys' fees and costs arising from the Party's own counsel in connection with the matters set forth herein.
- 6. Matters Covered by this Stipulation: Upon adoption by the Regional Water Board, or its delegee, as an Order, this Stipulation represents a final and binding resolution and settlement and release of all claims, violations, or causes of action alleged in this Order or which could have been asserted based on the specific facts alleged in this Stipulated Order against the Discharger as of the effective date of this Stipulated Order. The provisions of this Stipulation are expressly conditioned on the Discharger's full payment of the administrative civil liability by the deadline specified in Paragraph B.2.

- 7. Denial of Liability: Neither this Settlement Agreement (including all Attachments), nor any payment made pursuant to the Stipulated Order, shall constitute evidence of, or be construed as, a finding, adjudication, or acknowledgement of any fact, law, or liability, nor shall it be construed as an admission of violation of any law, rule, or regulation, by the Discharger. However, this Stipulated Order and/or any actions of payment pursuant to the Order may constitute evidence in actions seeking compliance with this Order. This Order may be used as evidence of a prior enforcement action in future unrelated enforcement actions by the Regional Water Board against the Discharger.
- 8. **Public Notice:** The Discharger and the Regional Water Board Prosecution Team understand that this Stipulation and Order must be noticed for a 30-day public review and comment period prior to consideration by the Regional Water Board, or its delegee. In the event objections are raised during the public review and comment period, the Regional Water Board or its delegee may, under certain circumstances, require a public hearing regarding the Stipulation and Order. In that event, the Parties agree to meet and confer concerning any such objections, and may agree to revise or adjust the proposed Order as necessary or advisable under the circumstances.
- 9. Addressing Objections Raised During Public Comment Period: The Parties agree that the procedure contemplated for adopting the Order by the Regional Water Board and review of this Stipulation by the public is lawful and adequate. In the event procedural objections are raised prior to the Order becoming effective, the Parties agree to meet and confer concerning any such objections, and may agree to revise or adjust the procedure as necessary or advisable under the circumstances.
- 10. **Interpretation:** This Stipulation and Order shall be construed as if the Parties prepared it jointly. Any uncertainty or ambiguity shall not be interpreted against any one Party. The Discharger is represented by counsel in this matter.
- 11. **Modification:** This Stipulation and Order shall not be modified by any of the Parties by oral representation made before or after its execution. All modifications must be in writing, signed by all Parties, and approved by the Regional Water Board or its delegee.
- 12. If the Order Does Not Take Effect: In the event that this Order does not take effect because it is not approved by the Regional Water Board, or its delegee, or is vacated in whole or in part by the State Water Board or a court, the Parties acknowledge that they expect to proceed to a contested evidentiary hearing before the Regional Water Board to determine whether to assess administrative civil liabilities for the underlying alleged violations, unless the Parties agree otherwise. The Parties agree that all oral and written statements and agreements made during the course of settlement discussions will not be admissible as evidence in the hearing. The Parties agree to waive any and all objections based on settlement communications in this matter, including, but not limited to:
 - A. Objections related to prejudice or bias of any of the Regional Water Board members or their advisors and any other objections that are premised in whole or in part on the fact that the Regional Water Board members or their advisors were exposed to some of the material facts and the Parties' settlement positions, and therefore may have formed impressions or conclusions, prior to conducting any

contested evidentiary hearing in this matter, except that Discharger may object to members of the Prosecution Team serving as advisors to the Regional Water Board in any such subsequent administrative or judicial proceeding or hearing and may object to the Regional Water Board members or their advisors participation in contested evidentiary hearing on grounds not related to the settlement process addressed in this paragraph, or;

- B. Laches or delay or other equitable defenses based on the time-period for administrative or judicial review to the extent this period has been extended by these settlement proceedings.
- 13. **Waiver of Hearing:** The Discharger has been informed of the rights provided by Water Code section 13323, subdivision (b), and hereby waives its right to a hearing before the Regional Water Board prior to the adoption of the Order.
- 14. **Waiver of Right to Petition or Appeal:** The Discharger hereby waives its right to petition the Regional Water Board's adoption of the Order for review by the State Water Board, and further waives its rights, if any, to appeal the same to a California Superior Court and/or any California appellate level court.
- 15. **The Discharger's Covenant Not to Sue:** The Discharger covenants not to sue or pursue any administrative or civil claim(s) against any State Agency or the State of California, their officers, Board Members, employees, representatives, agents, or attorneys arising out of or relating to any matter expressly addressed by this Stipulation and Order.
- 16. **Authority to Bind:** Each person executing this Stipulation in a representative capacity represents and warrants that he or she is authorized to execute this Stipulation on behalf of and to bind the entity on whose behalf he or she executes the Stipulation.
- 17. **Counterpart Signatures:** This Stipulation may be executed and delivered in any number of counterparts, each of which when executed and delivered shall be deemed to be an original, but such counterparts shall together constitute one document. Further, this Stipulation may be executed by facsimile or electronic signature, and any such facsimile or electronic signature by any Party hereto shall be deemed to be an original signature and shall be binding on such Party to the same extent as if such facsimile or electronic signature were an original signature.
- 18. **Effective Date:** This Stipulation is effective and binding on the Parties upon the entry of this Order by the Regional Water Board or its delegee, which incorporates the terms of this Stipulation.

Palm Springs Unified School District Order No. R7-2024-0026

19. **Incorporated Attachments**: Attachments A and B are incorporated by reference and are made fully a part of this Settlement Agreement as though set forth herein.

IT IS SO STIPULATED1:

Original signed by		9/5/2025
Cassandra Owens, Assistant Executive Officer Colorado River Basin Regional Water Quality Control Board Prosecution Team	Date	
Original signed by Jeffrey Simmons Assistant Superintendent of Business Services Palm Springs Unified School District	 Date	9/4/2024

(This section intentionally left blank)

¹ The final version of this document may include more than one page with the same page number to accommodate the various executing signatures.

Palm Springs Unified School District Order No. R7-2024-0026

HAVING CONSIDERED THE PARTIES' STIPULATIONS, AS SET FORTH IN THE ATTACHED SETTLEMENT AGREEMENT, THE COLORADO RIVER BASIN REGIONAL WATER QUALITY CONTROL BOARD, FINDS THAT:

- 1. In adopting this Order, the Colorado River Basin Regional Water Quality Control Board (Regional Water Board) or its Delegee has assessed a penalty in accordance with Water Code section 13268(c) and the Enforcement Policy.
- 2. The Settlement Agreement resolves an action brought to enforce the laws and regulations administered by the Regional Water Board. The Regional Water Board, acting through its Executive Officer, finds that issuance of this Order is exempt from the provisions of the California Environmental Quality Act (Public Resources Code section 21000 et seq.), in accordance with sections 15061(b)(3) and 15321(a)(2), of title 14 of the California Code of Regulations.

PURSUANT TO SECTION 13268 OF THE WATER CODE AND SECTION 11415.60 OF THE GOVERNMENT CODE, THE REGIONAL WATER BOARD HEREBY ADOPTS THIS ORDER.

I, Paula Rasmussen, Executive Officer, do hereby certify the	hat the foregoing is a full, true, and
correct copy of a Settlement Agreement and Stipulation for	Entry of Administrative Civil Liability
Order issued by the California Regional Water Quality Co	ontrol Board, Colorado River Basin
Region.	
Paula Rasmussen. Executive Officer	Date

Attachment A: Penalty Methodology

Colorado River Basin Regional Water Quality Control Board