Submitted by: Ass

Assembly Weddleton

Assembly Counsel

Member

Reviewed by: For reading:

August 10, 2021

ANCHORAGE, ALASKA AO No. 2021-74

AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE SECTIONS 21.08.050, IMPROVEMENTS, AND 21.08.060, SUBDIVISION AGREEMENTS, TO ADOPT A CLEANUP STANDARD FOR CONTAMINATED SOILS SIMILAR TO THE STATE'S, FOR NEW SUBDIVISION APPLICATIONS.

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WHEREAS, on rare instances, properties in Anchorage are contaminated from historic uses or other uses, such as from heating oil tanks that leaked or were overfilled repeatedly for years; and

WHEREAS, the Municipality of Anchorage does not have a consistent soil cleanup standard when properties are developed, and rights of ways and other areas are dedicated to the Municipality; and

WHEREAS, the cost of cleanup to remove 100% of the contamination is extremely expensive and does not bring significant community benefit, yet it is sometimes required of a development in order to receive approval or pass inspections; and

WHEREAS, the State of Alaska has a clear cleanup standard that takes into account the risk posed by contaminants to human health, safety and welfare, and to the environment; and

WHEREAS, Anchorage is burdened by the cost of housing and a shortage of housing; and

WHEREAS, following the State's cleanup standard will protect the community and environment while also preventing excessive cleanup requirements from adding to the cost of housing, and consequently promotes the responsible development of viable properties and addition of housing to Anchorage's inventory; now, therefore.

THE ANCHORAGE ASSEMBLY ORDAINS:

<u>Section 1.</u> Anchorage Municipal Code section 21.08.050 is hereby amended to add a new subsection to read as follows (the remainder of the section is not affected and therefore not set out):

21.08.050 - Improvements.

S. Soil cleanup standards. The Any soil contamination regulated by ADEC shall be cleaned up in accordance with the standards identified in 18 AAC 75.340 and 18 AAC 75.341, as may be updated or amended, and utilized by the State of Alaska Department of Environmental Conservation. Any cleanup required under this section will be

Municipal Clerk

consistent with the Arctic & Western Alaska Area Contingency Plan approved by the ADEC, and approved only at a level that will not require institutional controls under 18 AAC 75.340(h) and as defined in 18 AAC 75.375.

(AO 2012-124(S), 2-26-13; AO 2013-117, 12-3-13; AO No. 2013-89(S-1), § 1, 10-22-13; , § 3, 11-15-16; AO No. 2017-176 , § 11, 1-9-18; AO No. 2020-38 , § 9, 5-28-20)

<u>Section 2.</u> Anchorage Municipal Code section 21.08.060 is hereby amended to add a new subsection to read as follows (the remainder of the section is not affected and therefore not set out):

21.08.060 - Subdivision agreements.

- A. Agreement required; application; contents.
 - 3. Contents. Except as provided in subsection A.4. below, the subdivision agreement shall include but need not be limited to the following provisions:

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n. A provision requiring the subdivider to provide prompt notice to the building official or other municipal official identified in the agreement of any soil contamination, if known or upon discovery during development, that requires cleanup pursuant to subsection 21.08.050S., and requiring such cleanup.

(AO 2012-124(S), 2-26-13; AO 2013-117, 12-3-13; AO No. 2015-60, § 2, 5-26-15)

<u>Section 3.</u> This ordinance shall be effective immediately upon passage and approval by the Assembly.

PA	APPROVE 2021.	D by the Ancho	rage Assembly this	day of
		Chair		***************************************
ATTEST:				

MUNICIPALITY OF ANCHORAGE ASSEMBLY MEMORANDUM



No. AM 516-2021

Meeting Date: Month Day, 2021

From: Assembly Member Weddleton

Subject: AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE SECTIONS 21.08.050, IMPROVEMENTS, AND 21.08.060, SUBDIVISION AGREEMENTS, TO ADOPT A CLEANUP STANDARD FOR CONTAMINATED SOILS SIMILAR TO THE STATE'S, FOR NEW SUBDIVISION APPLICATIONS.

Anchorage does not have a clear standard for cleanup of hydrocarbons found in Municipal rights of way or in locations that will be dedicated to the Municipality when a new subdivision or a resubdivision is completed. The rules for new subdivisions or resubdivisions are in Title 21, Chapter 8, of the Anchorage Municipal Code.

This Ordinance focuses on soils and recommends a clear standard for cleanup in accordance with the standards identified by the State of Alaska regulations in 18 AAC 75.341. The basic approach is to establish cleanup levels for the contaminated soil that are in line with the risk posed by contaminated soil to human health and the environment.

Following Alaska Department of Environmental Conservation (ADEC) regulations, the proposed standard includes five factors to consider when coming up with a "matrix score" to determine a cleanup level. This matrix score leads to a second set of standards to establish a cleanup level for the different "ranges" of contamination: Gasoline Range Organics, Diesel Range Organics, and Residual Range Organics which are defined by their "Carbon Number." These factors lead to a Risk Based Corrective Action approach to establishing cleanup levels, which considers various "pathways" of exposure such as ingestion, dermal contact and inhalation, and provide for four methods of cleanup.

This process is fully explained in 18 AAC 75.340, Soil Cleanup Levels: General Requirements, and the tables in 18 AAC 75.341. These state requirements can be found starting on page.69 of the State Department of Environmental Conservation Oil and Other Hazardous Substances Pollution Control regulations, as amended through June 24, 2021, published at https://dec.alaska.gov/media/1055/18-aac-75.pdf.

When water utilities run through an area with contaminated soil, the Anchorage Water Utility recognizes these standards for cleanup and have a process for determining the appropriate style of water pipe and gaskets for the level of contamination.

If a site is cleaned up to ADEC cleanup standards or higher, a future project disturbing those soils may still require a hazardous waste assessment to identify those contaminants and require cleanup and disposal of any material at a higher cost

(e.g.: Anchorage Regional Landfill disposal at \$60/ton vs. Sand Lake disposal at \$10/ton). This acknowledges that there could be a cost liability passed on to the Municipality or AWWU. Cleaning up to 100% removal, above the ADEC cleanup standards, has been used as a way to mitigate that potential future liability, but it's questionable if that is effective, reasonable, or even necessary.

This Ordinance makes clear the Municipality would not accept a cleanup that requires institutional controls. Generally, less stringent cleanup levels are available under an alternative method if the developer demonstrates compliance with institutional controls. Institutional controls by law must be appurtenant to and run with the land, require the owner to enforce the prohibition of certain activities, may require deed or zoning restrictions, and include a grant to the ADEC of a perpetual right to enter for monitoring, testing soils, and inspection of the site and records. For those reasons, it is undesirable for the Municipality to receive by dedication in a subdivision plat some cleanup areas burdened with institutional controls and will not be allowed by the proposed Ordinance. Institutional control requirements are covered in 18 AAC 75.375, which states in pertinent part:

- **18 AAC 75.375. Institutional controls.** (a) The department will, after consultation with each landowner of the site, determine that the use of an institutional control is necessary, on a site-specific basis, if the department determines that controls are required to ensure
 - (1) compliance with an applicable cleanup level;
 - (2) protection of human health, safety, or welfare, or the environment; or
 - (3) the integrity of site cleanup activities or improvements.
 - (b) Institutional controls include
 - (1) the requirement for and maintenance of physical measures, such as fences and signs, to limit an activity that might interfere with cleanup or result in exposure to a hazardous substance at the site;
 - (2) the requirement for and maintenance of engineering measures, such as liners and caps, to limit exposure to a hazardous substance;
 - (3) restrictive covenants, easements, deed restrictions, or other measures that would be examined during a routine title search, and that limit site use or site conditions over time or provide notice of any residual contamination; and
 - (4) a zoning restriction or land use plan by a local government with land use authority.
 - (c) The use of institutional controls must, to the maximum extent practicable, be
 - (1) appurtenant to and run with the land so that the control is binding on each future owner of the site; and
 - (2) maintained by each responsible person or owner of the site.
 - (d) If the department determines any of the following are necessary to protect human health, safety, or welfare, or the environment, the department will require that institutional controls be designed to accomplish one or more of the following:
 - (1) prohibit activities on the site that might interfere with the site cleanup, operation and maintenance, monitoring, or other response actions;

 (2) prohibit activities that might result in the release of a hazardous substance that was contained as a part of the site cleanup activities;

- (3) require written notice to the department of any proposal to use the site in a manner that is inconsistent with a restrictive covenant or other measure described in (b)(3) of this section; and
- (4) grant the department and its designated representatives the right to enter the property at reasonable times to evaluate compliance with the institutional control, including the right to take samples, inspect any cleanup actions taken at the site, and inspect records relating to the operation and maintenance of the institutional control.

There is no immediate or current economic cost resulting from the Ordinance, since it will only affect new applications for subdivisions or resubdivisions. It is anticipated some fee for service requirements of the Planning Department may be lessened as a result, and lower development costs for some locations.

I request your support for the Ordinance.

Reviewed by: Assembly Counsel Respectfully submitted:

John Weddleton Assembly Member, District 6 South Anchorage, Girdwood and Turnagain Arm

MUNICIPALITY OF ANCHORAGE ASSEMBLY INFORMATIONAL MEMORANDUM

No. AIM 130-2021

Meeting Date: August 10, 2021

From: Assembly Member Weddleton

Subject: Community engagement information:

AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE SECTIONS 21.08.050, IMPROVEMENTS, AND 21.08.060, SUBDIVISION AGREEMENTS, TO ADOPT A CLEANUP STANDARD FOR CONTAMINATED SOILS SIMILAR TO THE STATE'S, FOR NEW SUBDIVISION APPLICATIONS.

The Assembly sponsor provides the following additional information on this ordinance:

- This ordinance will be sent to the Planning and Zoning Commission for their review and recommendation to the Assembly.
- This AO was discussed briefly at a Rules Committee meeting.
- The Assembly Committee(s) that reviewed preliminary drafts of the AO include the following:
 - o Community and Economic Development Committee, June 17, 2021.
- Community stakeholders on various sides of the issue reviewed preliminary drafts of this AO, including the following:
 - Anchorage Home Builders Association board at several meetings since 2019.
 - Alaska Community Action on Toxics. 6-2-21 emailed Pam Miller She offered to review but has not responded yet.
 - o AWWU Mark Corsentino, Mark Schimscheimer, Brian Baus 4-12-21
 - o Steve Bainbridge retired SOA AKDEC in charge of contaminated sites.
- This AO will be sent to the community council(s) for the public hearing at the Planning and Zoning Commission and for the public hearing at the Assembly.
- Adam Trombley, Director of the Office of Economic and Community Development, reviewed preliminary drafts of this AO and encouraged moving it to the Planning and Zoning Commission.
- A Summary of Economic Effects (SEE) is required on proposed ordinances. AMC subsection 2.30.053A. For ordinances proposed by the Assembly, the department affected by the ordinance shall prepare the SEE within 10 working days of the assembly request. AMC subsection 2.30.053C. A Summary of Economic Effects was discussed and this AO does not have significant economic effects.