#### **Fines for Violations** of Pollution Laws at SSFL Discharges of Contaminants Into Offsite Areas

**By Francine Paredes** 

# Over the years The Boeing Company has accumulated numerous fines

for allowing contaminants to migrate off the site at excessive levels in violation of its National **Pollution Discharge** Elimination System permit

#### These fines have been issued by The Los Angeles **Regional Water Quality Control Board**

The fines were implemented as an attempt to force the Boeing Company to take effective action to stop the ongoing migration of pollution from SSFL.

This analysis examines those fines and whether they have succeeded in stopping the pollution from migrating from SSFL

#### **April 29, 2002** The Regional Board Issued Complaint No.R4-2002-0084 to The Boeing Company

Mandatory Minimum Penalty :

\$39,000

# This fine was for pollution discharge violations which occurred in 2000 and 2001.

## Unfortunately, the pollution violations continued.

#### July 25, 2007 The Regional Board Issued Complaint No. R4-2007-0035

# Penalty: \$471,190

# This fine was a consequence of **79 violations**

in 2004-2006

## However, the pollution violations kept continuing thereafter.

#### April 15, 2010

3 4 5	GÁRY E. TAVETIAN (SBN 117125)/THACK ASSIC NOAH GOLDEN-KRASNER (SBN 117125)/THACK ASSIC Deputy Attorneys General 300 South Spring Street, 11th Floor UNINSURED MO Los Angeles, California 90013	TORIST APP 15 0010					
	Telephone: (213) 897-2614 BEAD THE VENTUR	COUNTY . MIGHAEL D. CLANCE					
6	Facsimile: (213) 897-2802 LOCAL RULES THAT E-Mail: Noah.GoldenKrasner@doj?ea.govce with	FAST JRACT BY: CABOUNTE Officer and Clerk					
7	ASSIGNED COURT -	SS M. AKUNA BEDUIV					
8	Attorneys for Plaintiff, the People of the State						
9	of California, ex rel., California Regional Water Quality Control Board, Los Angeles Region						
10	SUPERIOR COURT OF THE STATE OF CALIFORNIA						
11	FOR THE COUN'	TY OF VENTURA					
12	FOR THE COON						
13	THE PEOPLE OF THE STATE OF CALIFORNIA, ex rel., CALIFORNIA	CASE 56-2010-00371688-CU-MC-SHA					
14	REGIONAL WATER QUALITY CONTROL BOARD, LOS ANGELES REGION,	COMPLAINT FOR CIVIL LIABILITY, PENALTIES, AND INJUNCTIVE RELIEF					
15	Plaintiff,						
16	v.						
17	THE BOEING COMPANY, DOES 1 THROUGH 10,	Judge:					
18	Defendant.						
19							

#### June 2010



# In 2010 there was a CONSENT JUDGMENT

Penalty against The Boeing Company:

#### \$500,000

-\$300,000 implemented towards Supplemental Environmental Project (SEP)

- \$200,000 for civil penalty to the State Water Pollution Clean up and Abatement Account.

# The pollution violations have unfortunately continued.

Toxic contaminants continue to migrate from the site above permissible limits.

# The Consent Order established automatic penalties for future violations.

17	
18	
19	
20	
21	
22	

#### 6. STIPULATED PENALTIES FOR FUTURE VIOLATIONS

Boeing shall comply with its NPDES Permit. Should Boeing fail to comply with its NPDES Permit, the parties consent to stipulated penalties as described below. These stipulated penalties apply to Boeing's violations of its NPDES Permit(s) from January 1, 2010 through December 31, 2014. Should Boeing violate any NPDES Permit terms after December 31, 2014,

## Stipulated Penalty: 1<sup>st</sup> Quarter 2010

#### Amount:

\$68,600

#### Stipulated Penalty: **4<sup>th</sup> Quarter 2010** Amount:

\$26,900

#### Stipulated Penalty: 1<sup>st</sup> Quarter 2011 Amount:

\$30,000

#### Stipulated Penalty: **3<sup>rd</sup> Quarter 2011** Amount:

\$5,000

#### Stipulated Penalty: 4th Quarter 2011 Amount:

\$5,000

#### Stipulated Penalty: 1<sup>st</sup> Quarter 2012 Amount:

\$19,000

#### Stipulated Penalty: 2<sup>nd</sup> Quarter 2012 Amount:

\$17,500

#### Fines

2002 Complaint No. R4-2002-0084	\$39	,000						
2007 Complaint No. R4-2007-0035	\$471,1	90						
2010 Consent Judgment	\$500,0	00						
1st Quarter Stipulated Penalty 2010	\$	68,600						
4th Quarter Stipulated Penalty 2010	\$26,9	900						
1st Quarter Stipulated Penalty 2011	\$30,	000						
3rd Quarter Stipulated Penalty 2011	\$5,000							
4th Quarter Stipulated Penalty 2011	\$5,000							
1st Quarter Stipulated Penalty 2012	\$19,0	00						
2nd Quarter Stipulated Penalty 2012 17,500								
		400	200	700	100			
_	0	100	200	300	400			
Fines								

# Sum of accumulated fines = \$1,182,190 $\approx$ \$1.2 Million

## Over the last 12 Years, Boeing has paid an average of \$100,000 per year In fines

#### During the same period Boeing's annual income has steadily increased, reaching **\$86.6 billion** last year

#### Boeing Annual Revenue in billions 2000-2013



#### **Increase in Annual Revenue**



Annual Revenue

#### The average annual fine for violating pollution limits at the Santa Susana Field represents thus only about one-millionth of Boeing's annual income.

According to the United States Census Bureau,

- The Median Household income for 2008-2012 is \$ 53,046
- Therefore,
  - The equivalent fine for a median household family would be a

#### **SIX CENT fine**

Conclusion The fines Boeing has received for violating pollution discharge limits clearly haven't succeeded in stopping the violations.

#### **Toxic contaminants** continue to leave the site at levels in excess of legal limits.

#### So long as it is cheaper to violate the pollution limits than comply, continuing violations are likely.

# If the site is not fully cleaned up, contaminants will continue to migrate