

TECHNICAL MEMORANDUM

DATE June 5, 2025 **Project No.** 31404789.006

TO Jeff Loewe, Manager, Environmental Remediation

Northern Indiana Public Service Company LLC (NIPSCO)

CC M. Okin, J. Kutch, D. Sullivan, J. Wunsh, M. Haney, D. Sylvia Cofelice, J. Gormley

FROM Cody Johnson EMAIL cody.johnson@wsp.com

RE: NORTHERN INDIANA PUBLIC SERVICE COMPANY LLC
MICHIGAN CITY GENERATING STATION - PRIMARY SETTLING POND #2
CORRECTIVE MEASURES SELECTION OF REMEDY
SEMI-ANNUAL PROGRESS REPORT #21-09

On behalf of Northern Indiana Public Service Company LLC (NIPSCO) and in conformance with 40 Code of Federal Regulations (CFR) §257.97(a), WSP USA Inc. (WSP) has prepared this semi-annual progress report for the NIPSCO Michigan City Generating Station, 101 Wabash Street, Michigan City, La Porte County, Indiana (MCGS or Site). The purpose of this memo is to summarize progress towards selection of a groundwater corrective measure for the Coal Combustion Residuals (CCR) Rule regulated, now closed Primary Settling Pond #2 (Primary 2). This is the ninth semi-annual progress report since preparing the Assessment of Corrective Measures (ACM) Report for Primary 2¹, dated December 7, 2020. The ACM was prepared in conformance with applicable requirements of 40 CFR §257.96, including certification by a qualified Indiana-licensed professional engineer. Subsequently, NIPSCO placed the ACM in the facility operating record, and it was posted to NIPSCO's publicly accessible CCR website. This ninth semi-annual progress report covers the six-month period from December 7, 2024, through June 5, 2025.

Corrective action under the CCR Rule is triggered through a two-phase program of groundwater monitoring: detection and assessment. NIPSCO initiated groundwater monitoring in accordance with the requirements of 40 CFR §§257.91, 257.93, and 257.94, beginning with Detection Monitoring in 2016. Primary 2 is currently in the Assessment Monitoring phase of the program (40 CFR §257.95). The first Assessment Monitoring event at Primary 2 was conducted in October 2019 and verified in February 2020. A statistical evaluation of groundwater monitoring data was conducted, and as of June 8, 2020, Primary 2 was required to enter Groundwater Corrective Action (§257.96 through §257.98) based on determination of statistically significant levels (SSLs) above the Groundwater Protection Standards (GWPS) of 0.017 milligrams per liter (mg/L) for arsenic (based on the background concentration established for Primary 2 in July 2020 and later revised to 0.010 mg/L in December 2022) and 0.002 mg/L for thallium (based on the Maximum Contaminant Level [MCL]). As a result, NIPSCO initiated an assessment of corrective measures for Primary 2. Wood Environment & Infrastructure Solutions, Inc. (now WSP) prepared the ACM in conformance with applicable requirements of 40 CFR §257.96,

¹ Wood, 2020. Assessment of Corrective Measures, Primary Settling Pond No. 2, Michigan City Generating Station, Michigan City, Indiana. December 7, 2020.

WSP USA Inc. 10 Al Paul Lane, Suite 103 Merrimack, New Hampshire 03054

Project No. 31404789.006

June 5, 2025

including certification by a qualified Indiana-licensed professional engineer. Subsequently, NIPSCO placed the ACM Report² in the facility operating record, and it was posted to NIPSCO's publicly accessible CCR website. Since that time, the 2019-2020, 2020-2021, 2021-2022, 2022-2023, and 2023-2024 Annual Groundwater Monitoring and Corrective Action Reports³,⁴,⁵,⁶,⁷, that document the results of groundwater monitoring, and any other corrective measures related activities conducted at the Site in relation to Primary 2 were placed in the operating record and posted to the NIPSCO CCR website. Arsenic and thallium were then consistently detected at SSLs in one or more wells until March 2022 when thallium was not detected as an SSL in any well. New selenium SSLs were identified in two downgradient wells during the March 2022 event. On August 18, 2022, NIPSCO posted a Notice of SSL indicating that as of July 19, 2022, arsenic and selenium were detected at SSLs above the GWPS in wells downgradient of Primary 2. The selenium GWPS is based on the MCL of 0.050 mg/L. In response to the selenium SSL, WSP prepared Addendum No. 1 to the ACM dated October 19, 2022⁸. Although selenium was not previously detected at an SSL, it was considered in the evaluation of remedial alternatives in the ACM (Wood, 2020), which concluded that all the alternatives considered would potentially be effective at reducing selenium concentrations. As of December 31, 2022, arsenic, selenium, and thallium had been detected at SSLs.

All discharges to Primary 2 were discontinued in October 2018. Groundwater elevations in the CCR Rule monitoring wells around Primary 2 that were still monitored, and those including GAMW-12, GAMW-14, GAMW-15, and GAMW-16 declined 2.64 to 4.13 feet in the time between October 2018 and the October 2023 groundwater gauging event. Wells GAMW-15 (downgradient) and GAMW-18 (upgradient) were dry in October 2023 (likely due to closure-related dewatering). Although there has been a notable decline in water levels (and the associated hydraulic gradient), the general pattern of groundwater flow is similar to the pattern when this impoundment was operating – radially away from Primary 2 to the northeast and southwest.

In early 2021 NIPSCO installed and began sampling four new background monitoring wells identified as PC-MW-110, PC-MW-113, PC-MW-114, and PC-MW-115. As of December 2022, eight rounds of background data had been collected from each of the four new wells. Based on the eight rounds of data a new arsenic GWPS of 0.010 mg/L was established and was applied in the evaluation of the eighth Assessment Monitoring event. The four new monitoring wells have now replaced the prior background monitoring wells (GAMW-05, GAMW-12, and GAMW-18) for future monitoring events.

⁸ WSP, 2022. Assessment of Corrective Measures, Primary Settling Pond No. 2, Addendum No. 1, Michigan City Generating Station, Michigan City, IN. October 19, 2022.



² Wood, 2020. Assessment of Corrective Measures Primary Settling Pond No. 2 Michigan City Generating Station Michigan City, Indiana. Wood Environment and Infrastructure Solutions, Inc. December 7, 2020.

³ Golder, 2020. 2019-2020 Annual Groundwater Monitoring and Corrective Action Report – Primary 2, NIPSCO LLC Michigan City Generating Station. August 1, 2020.

⁴ Golder, 2021. 2020-2021 Annual Groundwater Monitoring and Corrective Action Report – Primary 2, NIPSCO LLC Michigan City Generating Station. August 1, 2021.

⁵ WSP, 2022. 2021-2022 Annual Groundwater Monitoring and Corrective Action Report – Primary 2, NIPSCO LLC Michigan City Generating Station. August 2022.

⁶ WSP, 2023. 2022-2023 Annual Groundwater Monitoring and Corrective Action Report – Primary 2, NIPSCO LLC Michigan City Generating Station. August 2023

VSP, 2024. 2023-2024 Annual Groundwater Monitoring and Corrective Action Report – Primary 2, NIPSCO LLC Michigan City Generating Station. August 2024

Closure Application on March 10, 2021.

Project No. 31404789.006

June 5, 2025

Prior to preparing the ACM for Primary 2 in December 2020, a Closure Application⁹ was filed with the Indiana Department of Environmental Management (IDEM) that addressed all five former CCR surface impoundments, including Primary 2, using closure by removal. A supplemental addendum to the Closure Application¹⁰ was subsequently filed with IDEM in February 2019. The addendum addressed the post-closure groundwater monitoring network for all five CCR surface impoundments, which includes 24 existing wells and 12 new wells. A virtual public hearing was conducted on April 16, 2020, to present the proposed approach for CCR unit closure at MCGS, after which NIPSCO received several comments from interested stakeholders. IDEM approved the

NIPSCO completed closure of all five impoundments in July 2023 by removing source materials. Closure of Primary 2 included removal of approximately 46,000 cubic yards of CCR, blast furnace slag, and an additional foot of underlying material which was replaced with native sand backfill. An 18-inch soil cover having a permeability of 1x10⁻⁵ centimeters per second, or less, was then placed over the backfilled area. A 6-inch layer of topsoil was then placed above the cover soil and vegetated with an IDEM-approved seed mix. Professional engineer's certification of impoundment closure was completed on October 16, 2023.

Installation of the post-closure monitoring well network for all five impoundments was completed in two phases with the deep wells installed first and the shallow wells installed later to allow the shallow groundwater to recover following dewatering associated with impoundment closure activities. The deep post-closure monitoring wells for Primary 2 (PC-MW-117B, PC-MW-118B, and PC-MW-119) were installed in August 2023¹¹. Installation of the shallow wells (PC-MW-117A, and PC-MW-118A) was completed in November 2023. Further, due to an insufficient water column height, PC-GAMW-14 was decommissioned and replaced with PC-GAMW-14R, which was screened deeper to allow for groundwater collection. With installation of the new wells, the downgradient post-closure well network for P2 now consists of: PC-GAMW-14R, PC-GAMW-15, PC-GAMW-16, PC-GMMW-01, PC-MW-117B, PC-MW-117B, and PC-MW-118B.

The arsenic concentrations detected in groundwater from the eight¹² downgradient wells at Primary 2 for the 24 events from July 2016 to April 2025 ranged from 0.0062 mg/L to 0.077 mg/L. Thallium concentrations for the same 24 events ranged from 0.000089 mg/L (estimated) to 0.0056 mg/L, whereas selenium concentrations ranged from 0.00092 mg/L (estimated) to 0.800 mg/L.

Removal of source material is the first step in the corrective measure for Primary 2. Therefore, the ACM focused on residuals in groundwater upon closure of Primary 2 and identified five potential groundwater corrective measure alternatives for implementation. The five alternatives include groundwater extraction for treatment with three options for discharge (surface water, publicly owned treatment works, and groundwater reinjection), a

¹² This summary includes data from four downgradient wells that were previously monitored but have been removed: wells GAMW-09 and GAMW-17 were decommissioned in November 2019, and wells GAMW-08 and GAMW-13 were decommissioned in November 2021.



3

⁹ Wood, 2018. Surface Impoundment Closures (CCR Final Rule and RCRA Regulated) Closure Application, Volume 1 – Closure Plan and Drawings (Appendix A), Michigan City Generating Station, Northern Indiana Public Service Company, Merrillville, Indiana. December 20, 2018

¹⁰ Wood, 2019. Supplemental Addendum, Monitoring Well Network, Surface Impoundment Closures (CCR Final Rule and RCRA Regulated) Closure Application, Michigan City Generating Station, Northern Indiana Public Service Company, Merrillville, Indiana. February 28, 2019.

¹¹ WSP, 2023. Post-Closure Monitoring Well Completion Report – Phase I Deep Wells Installation, NIPSCO LLC, Michigan City Generating Station, Michigan City, IN. October 31, 2023

Project No. 31404789.006

June 5, 2025

permeable reactive barrier (PRB), and monitored natural attenuation (MNA). NIPSCO considered these five alternatives to be viable for the other impoundments slated for closure at the MCGS because of similar contaminants and the proximity of the now-closed impoundments to one another.

Treatability and column studies were completed in 2019 focusing primarily on arsenic. That study evaluated technologies to simulate ex-situ treatment of extracted groundwater. WSP collected site groundwater from six wells across the Site, including wells near Primary 2. WSP also performed column studies to simulate a PRB. The treatability and column studies demonstrated effective removal of arsenic from groundwater for either the pump and treat or PRB alternatives. WSP reported their findings in a memorandum¹³ dated February 12, 2020, which was included as Attachment A of the Primary 2 ACM Report.

In May 2023, WSP engineers visited the Site to initiate a constructability evaluation of the potential remedies. focusing on space limitations between the closed impoundments and nearby features (e.g., the Final Pond, sheet pile along Lake Michigan), the potential influence of sheet pile around Secondary 1 and 2, limitations on construction equipment due to overhead transmission lines, the presence of underground utilities (e.g., recirculation lines to the cooling tower that pass beneath the central portion of the Boiler Slag Pond and south along Primary 2), and limitations/requirements to protect transmission tower foundations. The findings of this assessment will be used in conjunction with future studies as a component of the evaluation of potential corrective measures in the Selection of Remedy (SOR) report for the BSP and Primary 2.

A three-dimensional numerical groundwater flow model for the MCGS has also been developed using the USGS finite-difference code MODFLOW-NWT¹⁴. The flow model will be used to simulate the groundwater flow system at MCGS in preparation for subsequent transport simulations using the code MT3D15. Additional modeling will be performed as a component of the SOR to evaluate the effectiveness of the pump-and-treat alternatives proposed in the ACM for Primary 2, and to assess the estimated times to achieve closure for groundwater.

NIPSCO is also performing additional studies of soil and groundwater that are considered imperative to assessing the groundwater following removal of the source of CCR constituents so that the most appropriate corrective measure technology can be selected based on current post-closure conditions. In November 2023 and January 2024 WSP collected soil and groundwater samples for use in a fate-and-transport study focused on arsenic, selenium, and thallium. Specifically, the study is intended to further understanding of the relationship between inorganics adsorbed onto the aquifer solids and those in the dissolved-phase plume, which will allow for refined estimates on the time required to achieve the clean-up criteria, allow more efficient placement of potential selected remedy components (i.e. recovery wells and/or PRB(s)), and will provide data necessary to understand how the aquifer geochemistry affects plume behavior and potential ways to manipulate the geochemical environment if feasible to accelerate remediation. NIPSCO completed the study in February 2025.

¹⁵ Zheng, Chunmiao, and P. Patrick Wang, 1999, MT3DMS, A modular three-dimensional multi-species transport model for simulation of advection, dispersion and chemical reactions of contaminants in groundwater systems; documentation and users guide, U.S. Army Engineer Research and Development Center Contract Report SERDP-99-1, Vicksburg, MS, 202 p.



¹³ Final Test Report - NIPSCO Pump and Treat Test and Column Study REV 1. February 12, 2020. Attachment A to the ACM for Primary 2

¹⁴ Niswonger, R.G., Panday, Sorab, and Ibaraki, Motomu, 2011, MODFLOW-NWT, A Newton formulation for MODFLOW-2005: U.S. Geological Survey Techniques and Methods 6-A37, 44 p.

Project No. 31404789.006

June 5, 2025

The results will be incorporated into the SOR evaluation of corrective measures and the study report will be included as an appendix to the SOR report.

NIPSCO has also completed a treatability study to evaluate potential treatment media for use in a PRB remedy and/or an ex-situ treatment system associated with a groundwater extraction and treatment remedy. Collection of soil and groundwater for use in the treatability study was conducted in August 2024. The study was completed in March 2025 and indicated that two of the selected media were capable of reducing arsenic concentrations in the test water collected from the Site to below the GWPS. The results of this study have helped to refine understanding of the potential performance and reliability of proposed remedies and may speed implementation once a remedy has been selected.

The analytical results of groundwater samples collected during the 2023 and 2024 semi-annual monitoring events have indicated a rising trend in molybdenum concentrations in some wells downgradient to the north of the BSP (PC-GMMW-2 and PC-GAMW-10). The detected molybdenum concentrations exceeded the GWPS of 0.10 mg/L in October 2023 (PC-GAMW-10) and October 2024 (PC-GMMW-2 and PC-GAMW-10). However, these detections did not constitute SSLs at that time because there were an insufficient number of GWPS exceedances for each well to perform the required statistical analysis. The cause of these recently rising concentrations is unknown, but based on the timing appears to be associated with closure-related effects on the aquifer. The molybdenum concentrations are expected to decrease as the aquifer recovers from closure of Primary 2 and the BSP. However, if the elevated concentrations persist and SSLs of molybdenum are confirmed, it will affect development of corrective measures under the SOR process, which is being conducted jointly for Primary 2 and the BSP. Therefore, NIPSCO is continuing to assess the situation. Molybdenum was not detected above the GWPS in either of these wells during the April 2025 monitoring event.

An updated report will be prepared semi-annually, in conformance with applicable requirements of 40 CFR §257.97(a), that summarizes NIPSCO's progress towards selection of a remedy for groundwater Corrective Measures at Primary 2.

https://wsponlinenam.sharepoint.com/sites/gld-nipscoccrgwmonitoring/shared documents/mcgs/reports/sor progress reports/p2/winter 2024 michigan city generating station primary 2 selection of remedy semi annual progress report.docx

