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### SUPERIOR COURT OF THE STATE OF CALIFORNIA

#### FOR THE COUNTY OF ALAMEDA

THE ATHLETICS INVESTMENT GROUP LLC,

Petitioner.

v.

CALIFORNIA DEPARTMENT OF TOXIC SUBSTANCES CONTROL, a public agency of the State of California

Respondent.

SCHNITZER STEEL INDUSTRIES, INC.,

Real Party in Interest

Case No. RG20069917

## BRIEF AS AMICI CURIAE IN SUPPORT OF PETITIONER

Hearing Date: November 14, 2023

Hearing Time: 10:00 a.m.

Dept.: 14

Judge: Hon. Michael Markman

Trial Date: Not yet set Action Filed: August 5, 2020

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#### INTRODUCTION

The principal question in this case is whether Senate Bill 1249, the Metal Shredding			
Facilities Law, required the California Department of Toxic Substances Control (DTSC) to			
complete the regulatory actions it found necessary to bring metal shredders into full compliance			
with the Hazardous Waste Control Law (HWCL) by 2018. Such regulatory actions include			
requiring certain operators of metal shredding facilities to obtain permits under the HWCL for			
the generation and management of untreated metal shredder waste. In this brief, Amici address			
the real-world consequences of metal shredding facility pollution: the spread of toxic			
contaminants into the air, water, and soil of some of California's most vulnerable communities.			
This contamination occurs not only during recurring fires at these facilities, which have sent			
thick black plumes of smoke and burning chemical smells into the air, but even through day-to-			
day operation of these facilities. Amici believe an appreciation of these harms is critical to			
understanding the Legislature's intent when it passed SB 1249.			

For decades, DTSC has allowed metal shredding facilities in California to generate and handle waste that qualifies as hazardous without adherence to California hazardous waste laws. Today, non-compliant metal shredding facilities continue to generate and handle hazardous waste without an HWCL permit, even though these facilities were targeted by SB 1249 due to the ongoing environmental and health harms they presented to nearby communities. DTSC itself has found that these metal shredding facilities—by failing to properly contain the hazardous waste their operations generate—have released harmful pollutants, such as cadmium and lead, into California's air, water, and soil.

Metal shredder pollution moves from the environment into people's bodies, where it causes both acute and long-lasting harm. DTSC acknowledges that metal shredder residue contains pollutants, including heavy metals like lead, that can cause irreversible health impacts. And DTSC admits that these burdens are not distributed evenly among Californians: metal shredding facilities are located in some of the most pollution-burdened and vulnerable communities in the state.

DTSC claims that SB 1249 imposes no legal duty for this Court to enforce. But DTSC ignores SB 1249's clear mandate to apply the HWCL against metal shredders. The Court should not adopt an interpretation that, like DTSC's, misreads the plain text of the HWCL and is divorced from legislative intent. The Legislature directed DTSC to take regulatory action to bring metal shredders into compliance with the HWCL. Therefore, any reasonable interpretation of the law should require DTSC to ensure metal shredders fully comply with the HWCL's protective requirements regarding generation and management of hazardous waste. DTSC's interpretation of SB 1249 fails that basic test.

For the sake of communities facing metal shredding facility pollution across California, and to effectuate the Legislature's intent, the Court should deny the demurrers.

#### **ARGUMENT**

#### I. Toxic metal shredder pollution endangers people and environments across California

The Schnitzer facility—like the other five metal shredding facilities across the state targeted by SB 1249—generates hazardous waste, which must be regulated under the HWCL. DTSC, Evaluation and Analysis of Metal Shredding Facilities and Metal Shredder Wastes (2021 DTSC Evaluation) pp. 33-40, tbl. 10, p. 41. (Petitioner's Request for Jud. Notice in Support of Opposition to Respondent and Real Party's Demurrers, Ex. A); (Health & Saf. Code § 25101). DTSC does not dispute that it must enforce the HWCL against Schnitzer. (2021 DTSC Evaluation, at 19.) And DTSC concedes metal shredding facilities like Schnitzer's "pose a risk to nearby communities." (*Id.* at 85.) Yet DTSC has not required Schnitzer or the other metal shredders to fully comply with the HWCL. Instead, DTSC allows Schnitzer to generate, store, and process untreated hazardous waste without a permit or other authorization. As a result, metal shredder pollution has endangered people and the environment across California.

# A. Noxious discharge from metal shredding facilities pollutes California's air, water, and soil

At each step of the metal shredding process, facilities like Schnitzer's generate or handle hazardous wastes. The facilities first shred feedstock like cars and appliances through a hammer

mill, creating a mixture of metals and waste residue called "metal shredder aggregate." (2021 DTSC Evaluation, *supra*, at 33.) Metal shredder aggregate is hazardous waste and includes fine powders of lead, copper, and zinc. (*Id.* at 34.) The facilities then separate usable metals from the metal shredder aggregate. The remaining non-recyclable material—an accumulation of shredded plastics, foams, and textiles—is called "metal shredder residue." (*Ibid.*) Metal shredder residue is hazardous because it can contain myriad pollutants, including heavy metals such as lead, zinc, copper, and cadmium. (*Id.* at 34.) Metal shredding facilities then "treat" the residue with silicates and cement to reduce the solubility of the lead, copper, and zinc. (*Ibid.*) But even chemically treated metal shredder residue can still exceed regulatory thresholds for both total and soluble metals. (*Id.* at 34-38, 42.)

Given that DTSC allows the metal shredding facilities targeted by SB 1249 to accumulate and store hazardous metal shredder waste without adequate controls, it is unsurprising that they have polluted surrounding communities with dangerous contaminants. (See 2021 DTSC Evaluation, *supra*, at 46-47.) DTSC recognizes that metal shredders have contaminated surrounding soil and groundwater with lead, zinc, copper, and cadmium. (*Id.* at 45-46.) Fires in the metal shredding machinery or piles of metal feedstock have caused the release of particulate matter and volatile organic compounds. (*Id.* at 46-47.) Even in the absence of fire, air pollution from metal shredding facilities can include toxic substances like lead. (See *id.* at 26.)

<sup>&</sup>lt;sup>1</sup> Amici focus on the most common heavy metal pollutants that metal shredders release. In 2021, however, metal shredders released at least 25 different toxic pollutants into the environment, including methylene chloride, toluene, and trichlorofluoromethane, and known carcinogens benzene and polychlorinated biphenyls. (See Cal. Air Res. Bd., *Facility Search Engine* <a href="http://bit.ly/3419RbN">http://bit.ly/3419RbN</a>> [as of Oct. 23, 2023].) Schnitzer's facility exceeds California's high priority enforcement threshold because it emits high levels of cancer-causing pollutants in the Bay Area air district. (See *Ibid.*) (Schnitzer Steel Products Company facility details).

#### B. Toxic metal shredder pollution can cause serious illness

As metal shredder pollution moves from the environment into people's bodies through ingestion of contaminated soil or inhalation of contaminated shredder dust,<sup>2</sup> it can cause both acute and long-lasting harm. Metal shredding facilities contaminate communities with cadmium, copper, and zinc, each of which threatens human and environmental health. Cadmium irritates the lungs, damages the kidneys, and "is known to cause cancer, developmental and reproductive harm." Because cadmium binds to organic matter, it can move from contaminated soil into plants, tainting food. (See 2021 DTSC Evaluation, *supra*, at 62.) Copper exposure at high levels can cause kidney damage, liver damage, and death. (*Id.* at 60.) Zinc, too, threatens human health: it can cause anemia and changes in cholesterol levels. (*Ibid.*) In large amounts, it can also cause infertility in animals.<sup>4</sup>

Metal shredders also release lead—a pernicious pollutant for which there is no known safe level of exposure.<sup>5</sup> People can inhale airborne lead particles. Lead particles also end up in soil where children play, and then clings to fingers, toys, or other objects children put in their mouths.<sup>6</sup> When a person is exposed to lead, she absorbs it in her bones, blood, and tissues. (2021 DTSC Evaluation, *supra*, at 60.) In adults, lead exposure can cause abdominal pain, weakness, and memory loss. (*Ibid.*) Prolonged lead exposure can cause changes in personality and can increase risks of heart disease, kidney disease, and infertility. (*Ibid.*) A pregnant person will pass

<sup>&</sup>lt;sup>2</sup> Gerdau, *Material Safety Data Sheet: ASR* 1 [Auto Shredder Residue] (Feb. 15, 2012) <a href="https://bit.ly/3mJtelg">https://bit.ly/3mJtelg</a> (as of Nov. 1, 2023) (discussing possible pathways for metal shredder residue to make its way into the body).

<sup>&</sup>lt;sup>3</sup> Cal. Office of Environmental Health Hazard Assessment, *Cadmium Fact Sheet* (Jan. 16, 2014) <a href="https://bit.ly/3SinClr">https://bit.ly/3SinClr</a> (as of Oct. 11, 2023).

<sup>&</sup>lt;sup>4</sup> Agency for Toxic Substances & Disease Registry, *ToxFAQs: Zinc 1* (Aug. 2005), <a href="https://bit.ly/34qJQb2">https://bit.ly/34qJQb2</a> (as of Oct. 31, 2023).

<sup>&</sup>lt;sup>5</sup> World Health Org., *Lead Poisoning* (Aug. 11, 2023) <a href="https://bit.ly/3tNG6A0">https://bit.ly/3tNG6A0"> (as of Oct. 31, 2023).

<sup>&</sup>lt;sup>6</sup> Centers for Disease Control, *Lead in Soil* <a href="https://bit.ly/46Dq9L8">https://bit.ly/46Dq9L8</a> (as of Oct. 11, 2023); Washington State Department of Health, *Common Sources of Lead Poisoning*, <a href="https://bit.ly/3tIZgH8">https://bit.ly/3tIZgH8</a> (as of Nov. 1, 2023).

lead through the placenta to the fetus, which can cause miscarriage and stillbirth. (*Ibid.*) Lead poisoning is particularly dangerous for infants and children, whose small bodies absorb more lead in proportion to their size. (See *ibid.*) Childhood lead exposure can cause reduced cognitive abilities, behavioral issues, anemia, and even death. (*Ibid.*) Lead does not break down over time, so lead released today can endanger people for years or decades to come.<sup>7</sup>

#### C. Metal shredders disproportionately harm environmental justice communities

Pollution from metal shredders disproportionately endangers low-income Black and Latine communities. California strives for environmental justice, defined as "the deterrence, reduction, and elimination of pollution burdens for populations and communities experiencing the adverse effects of that pollution," and the elimination of disproportionate pollution effects on burdened communities. (Gov. Code § 65040.12(e)(2)(B).) Despite this goal, people who are Black, Latine, or living at or near the poverty line are more likely to live and work close to dangerous polluting facilities than white or more affluent people.<sup>8</sup>

The burdens environmental justice communities face accumulate and magnify each other. People in these communities live closest to pollution sources, exposing them to higher concentrations of pollution than other communities. Living near industrial operations also leaves environmental justice communities most at risk from industrial upsets and disasters, such as fires. Despite these heightened risks and exposures, regulators are less likely to enforce environmental laws in communities of color. This enforcement neglect is particularly harmful

<sup>&</sup>lt;sup>21</sup> EPA, Children's Health Month: Preventing Lead Exposure for Children Before it Occurs (Oct. 18, 2021) <a href="https://bit.ly/46HRFqZ">https://bit.ly/46HRFqZ</a> (as of Oct. 31, 2023).

<sup>&</sup>lt;sup>8</sup> See generally Environmental Justice Health Alliance et al., *Life at the Fenceline: Understanding Cumulative Health Hazards in Environmental Justice Communities* (Sept. 2018) <a href="https://bit.ly/3Men4ZK">https://bit.ly/3Men4ZK</a> (as of Oct. 31, 2023).

<sup>&</sup>lt;sup>9</sup> Ibid.

<sup>&</sup>lt;sup>10</sup> *Id.* at 9-11.

<sup>&</sup>lt;sup>11</sup> See Marianne Lavelle & Marcia Coyle, *Unequal Protection: The Racial Divide in Environmental Law* (Sept. 1992) 15 Nat'l L.J. S2 at 1 <a href="https://www.ejnet.org/ej/nlj.pdf">https://www.ejnet.org/ej/nlj.pdf</a> (as of Oct. 31. 2023); see also NRDC et al., *Watered Down Justice* 4 (Sept. 2019) <a href="https://on.nrdc.org/37pRrs9">https://on.nrdc.org/37pRrs9</a> (as of Oct. 31. 2023).

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because people living in overburdened environmental justice communities are less able to afford to protect themselves from pollution (for example, by moving away from the facility or buying a water filter). <sup>12</sup> They also have less access to affordable health care, leaving them more susceptible to the effects of pollution. <sup>13</sup> Due to these accumulating burdens, people in environmental justice communities face heightened risks of illnesses such as asthma, stroke, and heart disease, and premature death. <sup>14</sup>

For decades, Californians living in environmental justice communities near metal shredding facilities have borne the disproportionate burden of DTSC's inaction. DTSC knows this. DTSC has concluded that the location of metal shredding facilities in environmental justice communities "demonstrates that any release of metal shredder wastes or metal shredder waste constituents would impact populations that are already burdened by other environmental factors," and that such communities "may exhibit greater sensitivity" to pollution from metal shredder facilities. (See 2021 DTSC Evaluation, *supra*, at 73.) In its report prepared pursuant to the HWCL, DTSC also found that three of the six metal shredding facilities evaluated are "not only located in disadvantaged communities . . . but are [located] among those [communities] most burdened by pollution" in California. 15 (*Ibid.*) The remaining facilities are all located in communities that are more polluted than most other communities of the state. (See *id.* at 74 tbl. 14.)

These communities, in fact, face additional pollution burdens from metal shredding facilities beyond the pollution from underregulated shredder waste discussed *supra* pages 6-7.

<sup>&</sup>lt;sup>12</sup> Cal. Environmental Justice Alliance, *CalEnviroscreen: A Critical Tool for Achieving Environmental Justice in California* 5 (2018) <a href="https://bit.ly/3amjgDF">https://bit.ly/3amjgDF</a>> (as of Oct. 31, 2023). California governments use CalEnviroscreen to quantify community vulnerability to pollution.

<sup>&</sup>lt;sup>13</sup> *Ibid*.

<sup>&</sup>lt;sup>14</sup> See e.g., C. Arden Pope, et. al., *Fine-Particulate Air Pollution and Life Expectancy in the United States*, (Jan. 22, 2009) New Eng. J. of Med. 360, 376-386, DOI: 10.1056/NEJMsa0805646.

<sup>&</sup>lt;sup>15</sup> The six metal shredders DTSC evaluated under SB 1249 are located in Oakland, Redwood City, Bakersfield, Terminal Island (in the Port of Los Angeles), Anaheim, and Colton. (2021 DTSC Evaluation, *supra*, at 14.)

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27 28 Metal shredding facilities also emit fine and coarse particulate matter (PM<sub>2.5</sub> and PM<sub>10</sub>, respectively) into the air. (2021 DTSC Evaluation, supra, at 23.) Particulate matter emitted from metal shredders can cause grave health problems. PM<sub>2.5</sub> damages the respiratory and cardiovascular system, which can have both immediate and long-term health consequences, especially for children and older adults with existing lung or heart conditions. <sup>16</sup> PM<sub>2.5</sub> exposure alone contributes to 5,400 premature deaths in California every year. <sup>17</sup> And California's network of air monitors likely underestimates the amount of PM<sub>2.5</sub> and other air pollutants released from metal shredder facilities.<sup>18</sup>

Environmental justice communities near metal shredding facilities also face the risk of catastrophic fires, which not only degrade air quality, but also put lives and property in immediate peril. Metal shredder waste is combustible in large quantities, 19 and DTSC has acknowledged fires stemming from metal shredder waste in treatment equipment or stored in piles are reasonably foreseeable. (2021 DTSC Evaluation, supra, at 67-68.) Yet DTSC allows metal shredder facilities to leave metal shredder aggregate in enormous, exposed piles with negligible fire controls. (See 2021 DTSC Evaluation, *supra*, at 42.) Metal shredding facilities have thus become disasters waiting to happen. And numerous disasters have happened. DTSC found that four of the six metal shredding facilities targeted by SB 1249 have had fires on their properties, with a total of seven known fires between 2007 and 2020. (See 2021 DTSC Evaluation, supra, at 46.) Metal shredder facility fires are severe enough that local district

<sup>&</sup>lt;sup>16</sup> Cal. Air Res. Bd., *Inhalable Particulate Matter and Health (PM2.5 and PM10)* <a href="http://bit.ly/3oWHWGX">http://bit.ly/3oWHWGX</a> (as of Oct. 31, 2023).

<sup>&</sup>lt;sup>17</sup> *Ibid.* In 2021, the six shredders emitted 5.4 tons of PM<sub>2.5</sub> pollution. See Cal. Air Res. Bd., Facility Search Engine <a href="http://bit.ly/3419RbN">http://bit.ly/3419RbN</a> (as of Oct. 11, 2023).

<sup>&</sup>lt;sup>18</sup> Tim McLaughlin et al., Special Report: U.S. Air Monitors Routinely Miss Pollution -Even Refinery Explosions, Reuters (Dec. 1, 2020) <a href="http://reut.rs/2WiE4ns">http://reut.rs/2WiE4ns</a> (as of Nov. 1, 2023).

<sup>&</sup>lt;sup>19</sup> Gerdau, *supra* note 2, at 1.

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attorneys have brought enforcement actions or begun investigations related to them.<sup>20</sup> And only a few months ago, a pile of scrap metal at Schnitzer's facility in West Oakland ignited, sending thick black plumes of smoke into the air as the fire burned for four hours. The fire took more than 20 firefighters, three fire engines, and two fireboats to tame.<sup>21</sup> It prompted the Bay Area Air Quality Management District to issue an air quality advisory for the East Bay, with smoke being detected as far east as Livermore and as far south as San Jose.<sup>22</sup>

<sup>20</sup> 2021 DTSC Evaluation, *supra*, at 46-47; Megan Fan Munce, *Alameda County DA investigating fire at Oakland metal recycling plant*, S.F. Chronicle (Aug. 22, 2023) <a href="https://bit.ly/3Q8kJkb">https://bit.ly/3Q8kJkb</a> (as of Nov. 1, 2023).

environmental claims, CBS Bay Area (Aug. 10, 2023) <a href="https://bit.ly/3QvALWX">https://bit.ly/3QvALWX</a> (as of Nov. 1,

Figure 1: August 9, 2023 fire at Schnitzer Steel<sup>23</sup>

<sup>23</sup> Photo taken by drone operated by San Francisco Baykeeper investigator.

Lakshmi Sarah and Attila Pelit, Alameda County DA's Office Wants Your Help Investigating Schnitzer Steel Fire, KQED (Aug. 22, 2023) <a href="https://bit.ly/3QcY0DN">https://bit.ly/3QcY0DN</a> (as of Nov. 1, 2023).
 Andrea Nakano, Schnitzer Steel has history of fires at Oakland scrap yard; Paid to settle

<sup>2023).

23</sup> Dhoto taken by drang aparated by San Francisco Poyleonor investigator.

Similar fires burned at Schnitzer's facility in 2020,<sup>24</sup> 2018, <sup>25</sup> 2010, <sup>26</sup> and 2009.<sup>27</sup> Unfortunately, the fear, uncertainty, and health impacts of industrial disasters like these fires will remain a reality for environmental justice communities near these metal shredder facilities until DTSC takes measures it has previously identified as necessary for compliance with the HWCL. These measures include requiring metal shredders to have a permit for generating metal shredder aggregate and to utilize more robust practices for managing waste piles. (See 2021 DTSC Evaluation, supra, at 42, 65; see also Cal. Code Regs., tit. 22, § 66264.251 (design and operating requirements for hazardous waste piles).)

## DTSC's interpretation of SB 1249 perpetuates the exact harms the California Legislature sought to remedy

The judiciary's role in statutory interpretation is to effectuate the Legislature's intent. The first step of statutory interpretation is examining the statute's plain language. If that language is clear, courts follow the plain meaning "unless a literal interpretation would result in absurd consequences the Legislature did not intend." (Sierra Club v. Superior Court (2013) 57 Cal. 4th 157, 165-66; accord Cahill Construction Co. v. Superior Court (2021) 66 Cal. App. 5th 777, 785.) If the statutory language has more than one reasonable interpretation, the court may consider the statute's purpose, legislative history, and public policy, and may examine wider historical circumstances of a law's enactment to ascertain legislative intent. (Cahill Construction, supra, at p. 785.) Above all, the court's "fundamental task . . . is to determine the Legislature's intent so as to effectuate the law's purpose." (Sierra Club, supra, at p. 165.)

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<sup>&</sup>lt;sup>24</sup> Lauren Hernández, *Blaze at metals recycling facility under control, Oakland fire says*, S.F. Chronicle (June 17, 2020) <a href="https://bit.ly/3FwzPLA">https://bit.ly/3FwzPLA</a> (as of Nov. 1, 2023).

<sup>&</sup>lt;sup>25</sup> The facility had at least four fires in 2018 alone. Amended Petn. For Writ of Mandate ¶ 53 (citing Oakland Fire Department Incident Report No. 2018-0008289 (Jan. 31, 2018); Oakland Fire Department Incident Report No. 2018-0018039 (March 10, 2018); Oakland Fire Department Incident Report No. 2018-0018338 (March 11, 2018); Oakland Fire Department Incident Report No. 2018-0039820 (June 2, 2018)).

<sup>&</sup>lt;sup>26</sup> Andrea Nakano, *supra* note 22.

<sup>&</sup>lt;sup>27</sup> *Ibid*.

Under SB 1249, DTSC "must promptly study the hazardous waste problems associated with metal shredding, so that adequate information informs its regulatory actions, and then must bring the activities of the metal shredders into full compliance with the HWCL." (*Athletics Investment Group LLC v. DTSC* (2022) 83 Cal.App.5th 953, 973.) Specifically, SB 1249 required DTSC to conduct an evaluation and then either issue alternative regulations or apply the existing provisions of the HWCL to metal shredders, and to do so by January 1, 2018. (SB 1249 § 3; Health & Saf. Code § 25150.82, subds. (a), (c), (k).) DTSC declined to issue alternative regulations, so the full force of the HWCL applies to metal shredders.

Under the HWCL and its implementing regulations, a facility that "accept[s], treat[s], store[s], or dispose[s]" of hazardous waste requires a "hazardous waste facilities permit or other grant of authorization" from DTSC to conduct these activities. (Health & Saf. Code § 25201, subd. (a); Cal. Code Regs., tit 22, § 66260.10.) DTSC determined that metal shredder aggregate and metal shredder residue "must both be managed as hazardous waste, and because metal shredding facilities are engaged in treatment activities on the aggregate and residue, a form of authorization is required for these hazardous waste treatment activities." (2021 DTSC Evaluation, *supra*, at 84.)

But DTSC now argues for an absurd interpretation of SB 1249 that the Court should reject. DTSC contends that there is no statutory basis nor deadline for requiring Schnitzer to seek a hazardous waste facility permit under the HWCL. (DTSC Demurrer to First Amended Petn. For Writ of Mandate at 19.) DTSC fails, however, to explain how, without a permit for *all* of its hazardous waste operations, Schnitzer can be in *full compliance* with the HWCL. DTSC still has not taken—nearly six years after the 2018 deadline—the "subsequent regulatory action" needed to bring Schnitzer into compliance with the HWCL.

The fact that DTSC has regulated *some* of Schnitzer's hazardous waste practices under the HWCL does not satisfy SB 1249's requirement for full compliance with the HWCL. DTSC acknowledges Schnitzer's facility is operating under an interim status authorization that governs only the final treatment and temporary storage of metal shredder residue. (DTSC Demurrer to

First Amended Petn. For Writ of Mandate at 24.) But treated metal shredder residue is only part			
of Schnitzer's hazardous waste problem. Before treatment, Schnitzer shreds cars and other large			
appliances, creating metal shredder aggregate (itself hazardous waste) and then removes usable			
metals, leaving untreated metal shredder residue (still hazardous waste). 28 (Supra pages 6-7.)			
Much of the risk to the community surrounding Schnitzer—including from fires—comes not			
from the treated waste, but from Schnitzer's handling of the untreated metal shredder aggregate			
and residue. (See 2021 DTSC Evaluation, supra, at 59, 62-68.) Yet DTSC has not required an			
HWCL permit or any other authorization from Schnitzer for its management and storage of			
untreated metal shredder waste.			

SB 1249 does not allow DTSC's patchwork approach to regulation under the HWCL. DTSC has identified no law that would permit Schnitzer's untreated metal shredder waste to remain unregulated under the HWCL. SB 1249 thus required DTSC to act to ensure Schnitzer "compl[ied] with the HWCL in full." (*Athletics*, *supra*, 83 Cal. App. 5th at p. 959.) The Court must ensure that any interpretation of the statute does not undercut this clear legislative directive. DTSC's position—that half measures constitute full compliance—fails this basic test.

DTSC's reading of SB 1249 also contravenes stated legislative intent. (See SB 1249 § 1, subd. (f) (stating, in statutory preamble, the Legislature's intent).) The Legislature passed SB 1249 to address urgent environmental and public health threats from metal shredding facilities in the face of decades of under-regulation and delay by DTSC. (See 2021 DTSC Evaluation, *supra*, at 10-11.) The statute's author emphasized metal shredding facilities' "risk to public health and the environment," the contamination of communities near metal shredding facilities, and repeated fires. (Sen. Comm. on Environmental Quality, April 30, 2014 Analysis of SB 1249 (2013–2014 Reg. Sess.), p. 3.) The author stated that, in light of these health and environmental hazards, "these operations are not adequately regulated." (*Ibid.*) Through

<sup>&</sup>lt;sup>28</sup> Even after chemical treatment, metal shredder residue can still exceed regulatory thresholds for both total and soluble metals and be considered hazardous. (*Supra* page 7.)

SB 1249, the Legislature intended that metal shredding facilities be "thoroughly evaluated and regulated to ensure adequate protection of human health and the environment." (SB 1249 § 1, subd. (f).)

Yet DTSC has only finished the first step of the job the Legislature gave it. After years of study pursuant to SB 1249, in 2021, DTSC finally finished its "detailed analysis of metalshredding facilities" hazardous waste management activities." (*Athletics, supra*, 83 Cal. App. 5th at p. 972.) And DTSC found current regulations are not enough. In DTSC's own words: shredders are "the point of generation of hazardous waste" and therefore "various downstream activities performed at the facilities would be subject to the Hazardous Waste Control Law." (2021 DTSC Evaluation, *supra*, at 1.) Applying the HWCL requires Schnitzer to obtain a permit to generate and manage metal shredder waste. (See 2021 DTSC Evaluation, *supra*, at 84-85.)

Legislative history underscores the urgency behind SB 1249 and the Legislature's frustration with DTSC's decades-long failure to properly regulate metal shredder facilities. DTSC's interpretation is more of the same. It would allow the agency to avoid meaningful regulation of metal shredding facilities by pointing to measures that apply only to certain junctures of the metal shredding process. DTSC's failure to ensure that noxious pollution does not escape from these facilities perpetuates the precise harms to environmental justice communities, public health, and the environment that the Legislature sought to remedy. The Court should reject any interpretation—like DTSC's—that leads to such an absurd result.

#### **CONCLUSION**

Amici respectfully request that the Court deny the demurrers. Amici further support the relief Petitioner seeks in this case: an order compelling DTSC to complete the regulatory actions it has determined were required to bring activities of metal shredders into full compliance with the HWCL, including requiring Schnitzer to obtain authorization under the HWCL to generate and manage untreated metal shredder waste. Such a ruling would help realize the Legislature's vision of meaningful regulation of metal shredders across California.

1	Dated: November 3, 2023	Respectfully submitted,
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