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Attorneys for Petitioner, HOLLYWOOD PARK LAND COMPANY, LLC

Facsimile: (213) 229-7520

CALIFORNIA STATE WATER RESOURCES CONTROL BOARD

In the Matter of Comments on Technical Report and Work Plan, Pursuant to California Water Code Section 13267—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207)

PETITION FOR REVIEW

Pursuant to Section 13320 of California Water Code and Section 2050 of Title 23 of the California Code of Regulations (CCR), Hollywood Park Land Company, LLC ("HPLC" or "Petitioner") hereby petitions the State Water Resources Control Board ("State Board") to review and vacate the final decisions of the California Regional Water Quality Control Board for the Los Angeles Region ("Regional Board") contained in its letter issued August 22, 2008 requiring additional work and analysis. The letter was issued pursuant to California Water Code Section 13267 and entitled "Comments on Technical Report and Work Plan, Pursuant to California Water Code Section 13267—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207)" on August 22, 2008 (the "August 22, 2008 Letter"). On September 17, 2008 the Regional Board granted a 60-day extension of the due dates contained within the August 22, 2008 Letter in a letter entitled "Extension Approval for Technical Report Submittal Pursuant to California Water Code Section 13267—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207) (the "September 17, 2008 Letter," and collectively with the August 22, 2008 Letter, are referenced herein as the "13267 Letter"). A copy of the 13267 Letter is attached hereto as Exhibit A.

Pursuant to Section 2050.5(d) of Title 23 of the CCR, Petitioner requests that State Board action on this petition be HELD IN ABEYANCE pending further action by the Regional Board.

I. NAME AND ADDRESS OF PETITIONER

Hollywood Park Land Company, LLC

c/o Wilson Meany Sullivan

100 Wilshire Boulevard, Ste. 940

Santa Monica, California 90401

Attention: Douglas Moreland

Telephone: (310) 382-9000

Fax: (310) 382-9097

II. THE SPECIFIC ACTION OR INACTION OF THE REGIONAL BOARD WHICH THE STATE BOARD IS REQUESTED TO REVIEW AND A COPY OF ANY ORDER OR RESOLUTION OF THE REGIONAL BOARD WHICH IS REFERRED TO IN THE PETITION

The Regional Board action for which this petition is filed is the issuance of letters pursuant to Section 13267 of the California Water Code entitled "Comments on Technical Report and Work Plan, Pursuant to California Water Code Section 13267—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207)" dated August 22, 2008, and "Extension Approval for Technical Report Submittal Pursuant to California Water Code Section 13267—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207)" dated September 17, 2008.

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THE DATE ON WHICH THE REGIONAL BOARD ACTED OR REFUSED III. TO ACT OR ON WHICH THE REGIONAL BOARD WAS REQUESTED TO **ACT**

The date of the Regional Board's original issuance of the 13267 Letter is August 22, 2008 (which was supplemented by the September 17, 2008 Letter).

A FULL AND COMPLETE STATEMENT OF THE REASONS THE ACTION IV. OR FAILURE TO ACT WAS INAPPROPRIATE OR IMPROPER

Petitioner challenges the decisions and conclusions contained in the 13267 Letter on the grounds that the scope and breadth of the information being sought does not, and cannot, satisfy the specific requirements of Water Code section 13267. The requirements in the 13267 Letter fail to satisfy the mandatory statutory criterion that "the burden, including costs, of these reports shall bear a reasonable relationship to the need for the report and the benefits to be obtained from the reports." Water Code, § 13267(a) and (b). For the reasons set forth more fully below, Petitioner believes that, in issuing the 13267 Letter, the Regional Board abused its discretion and acted arbitrarily in violation of law.

BACKGROUND Α.

Petitioner owns an approximately 238-acre parcel of land located at 1050 South Prairie Avenue in Inglewood, California. Currently, the Hollywood Park Racetrack and Casino are operated on the property by Petitioner, but Petitioner is preparing for the potential redevelopment of the property as a master-planned, mixed-use development. On behalf of the Petitioner, Petitioner's environmental consultant, Erler & Kalinowski, Inc. ("EKI") submitted to the Regional Board an Application for Oversight Agency Selection, dated July 21, 20061 seeking designation of an environmental regulatory agency to provide oversight of soil management and redevelopment of the Property in accordance with the Memorandum of Agreement Between the Department of Toxic

¹ Application for Oversight Agency Selection, Hollywood Park, 1050 South Prairie Avenue, Inglewood, California, Erler & Kalinowski, Inc., 21 July 2006.

Substances Control and the State Water Resources Control Board and the Regional Water Quality Control Boards and the California Environmental Protection Agency for the Oversight and Investigation and Cleanup Activities of Brownfields Sites, dated March 1, 2005 ("MOA").² The Regional Board was selected, in accordance with the established MOA procedures, as the environmental regulatory oversight agency for the proposed redevelopment project.³ The Application for Oversight Agency Selection proposed a "dual-track" approach for the property, which involved pursuing continued operation of the property as a horse racetrack and casino, and preparing for potential redevelopment of the property.

To prepare for potential redevelopment, a Soil Management Plan ("SMP") was prepared by EKI to summarize the strategy developed by Petitioner and the Regional Board to provide an environmental risk management framework that will be implemented during the redevelopment process. This framework is intended to provide orderly and timely management of residual chemicals of potential concern in soil previously identified in certain areas, or possibly encountered on the property in a manner that is consistent with the planned land uses, and that is protective of human health and the environment, including water quality. The SMP was submitted to the Regional Board and conditionally approved by the Regional Board in correspondence dated December 24, 2007 (the "December 2007 Letter"). At that time, the Regional Board requested additional information regarding certain conditions on the property potentially relevant to the planned redevelopment including, among other issues, the anticipated quality of the fill used during the original development of the property, arsenic levels found in certain soil samples, and further site assessment work, including a groundwater quality assessment for the property and a soil screening sampling plan for certain areas of the property including the large parking lot. To the extent that the

² Memorandum of Agreement Between the Department of Toxic Substances Control and the State Water Resources Control Board and the Regional Water Quality Control Boards and the California Environmental Protection Agency for the Oversight and Investigation and Cleanup Activities of Brownfields Sites, 1 March 2005.

³ Spills, Leaks, Investigations, and Cleanups (SLIC) Oversight Cost Reimbursement Account – Hollywood Park Racetrack at 1050 South Prairie Avenue, Inglewood, California 90305 (SLIC No. 1207), California Regional Water Quality Control Board, Los Angeles Region, 8 September 2006.

property is redeveloped, the SMP will be implemented as part of the overall redevelopment of the property under Regional Board oversight. As described in the SMP, areas where chemicals of potential concern ("COPCs") are encountered during the redevelopment of the property will be investigated, and concentrations of COPCs determined to be above the property-specific criteria will be remediated in accordance with the SMP approved by the Regional Board, prior to or during property grading.

On April 24, 2008, the Petitioner submitted a Technical Report and Work Plan ("April 2008 Work Plan") prepared by EKI in response to the December 2007 conditional approval of the SMP. The April 2008 Work Plan responded to the December 2007 Regional Board requests that were raised in approval of the SMP. The April 2008 Work Plan addressed the Regional Board's request for additional information on the quality of the fill used during the original development of the site, concluding that the fill had come from other locations on-site, as opposed to off-site, and therefore did not pose any risk of historic contamination from unknown off-site sources. In addition, EKI evaluated the levels of arsenic found in certain soil samples taken from the property and confirmed that the majority of the arsenic levels found at the property represented naturally occurring levels of arsenic similar to those found in soils in the project area. The SMP provides a program to address arsenic levels in soil that are discovered during redevelopment and that exceed the site-specific criterion proposed for the property consistent with the naturally occurring levels of arsenic.

The April 2008 Work Plan also provided a detailed summary of the regional groundwater quality based upon groundwater sampling results from groundwater monitoring wells and groundwater samples obtained both on and off the property, including monitoring activities by local water agencies. The summary concluded that there are low levels of various chemicals, including nitrate, perchlorate, tetrachloroethene ("PCE"), and total petroleum hydrocarbons ("TPH") in the groundwater surrounding the property. EKI concluded that the ubiquitous and low levels of these chemicals in the regional groundwater are consistent with historical industrial, commercial and agricultural uses of the surrounding communities and do not pose risks to the current property uses or

future redevelopment.⁴ The April 2008 Work Plan proposed the placement of four groundwater monitoring wells primarily on the western and southern boundaries of the property in response to the December 2007 Letter from the Regional Board. The proposed groundwater monitoring wells would be used to confirm the groundwater flow gradient and direction along the western and southern boundaries of the property and provide additional groundwater quality information regarding compounds believed to be migrating onto the property from off-site sources, such as TPH and perchlorate, or as part of known regional impact to shallow groundwater, such as nitrate.⁵

The April 2008 Work Plan also proposed taking sixteen shallow soil samples for soil quality screening purposes in the parking lot area in response to the December 2007 Letter from the Regional Board. These soil samples would be analyzed for various constituents to confirm the overall quality of the shallow soils on the property.

In response to the April 2008 Work Plan, the Regional Board issued a letter dated August 13, 2008 entitled "Conditional Approval of Work Plan for Installation of Groundwater Monitoring Wells and Work Plan for Proposed Soil Sampling in Western and Southern Parking Lot Areas—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207) (the "August 13, 2008 Letter"). Subsequently the Regional Board issued the 13267 Letter on August 22, 2008 (as supplemented by the September 17, 2008 Letter). The 13267 Letter references and incorporates by attachment the August 13, 2008 Letter.

The 13267 Letter provides comments to the April 2008 Work Plan by addressing and providing additional requests with respect to the ten comments originally raised in the December

⁴ Petitioner is currently operating soil vapor extraction system in the Former Dry Cleaning Area at the property in accordance with a work plan approved by the Regional Board in a letter dated 8 May 2007, entitled "Conditional Approval of Soil Vapor Extraction Work Plan—Former Dry Cleaning Area in Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC ID No. 1207)."

⁵ It should be noted that seven groundwater monitoring wells were installed by Chevron, at the request of the Regional Board, on the northern and eastern portion of Petitioner's property and are currently being used by Chevron for monitoring of benzene and tertiary butyl alcohol plumes that are migrating in groundwater from the former Cypress Fee site onto Petitioner's property. (2005 Annual Groundwater Monitoring Report, Cypress Fee Property, Inglewood, California, Blasland, Bouck & Lee, Inc., 23 January 2006.)

2007 conditional approval of the SMP. Petitioner is aggrieved by seven of the ten comments, as discussed below in more detail.

B. THE BURDENS ASSOCIATED WITH CONDUCTING THE ADDITIONAL REQUESTED STUDIES AND REPORTS IN THE 13267 LETTER FAR OUTWEIGH THE ALLEGED BENEFITS

1. Comment #1 in Regional Board's December 2007 Letter

Comment #1 raised in the Regional Board's December 2007 Letter requested additional information regarding fill materials on the property. The April 2008 Work Plan provided historic information on fill activities on the property, including the cut and fill during original development of the property during the 1930s, documentation that pre-1984 fill materials were not imported to the property, and information that indicates the 1984 racetrack expansion and casino construction used fill materials sourced on-site from stockpiles on the property. The 13267 Letter concurs with conclusions regarding the pre-1984 fill sources but requires the Petitioner to submit additional documentation to verify the assertion that on-site stock piles were the source of fill materials used in the racetrack expansion and casino construction in 1984. The requested documentation to verify the source of fill materials may include aerial photographs of the soil stockpile pre- and post-1984, and soil boring lithologic logs from the areas where fill material was deposited in 1984 to demonstrate that the composition of the fill material used in 1984 is consistent with earlier fill material used at the property.

Petitioner has agreed to look for additional aerial photographs and available records that may provide further information regarding the sources of fill soils used for expansion of the Main Track and casino construction in 1984. However, drilling additional boreholes in these areas is not cost effective or prudent, given that these soils have been in place for nearly 25 years and there are no known concerns for the current commercial horse racing and casino operations. During redevelopment, these areas will be excavated for geotechnical purposes to depths of up to 25 feet; therefore, there will be ample opportunity to observe these fill soils for lithologic logging purposes during redevelopment, which will be conducted in accordance with the approved SMP.

2. Comment #2 in Regional Board's December 2007 Letter

Comment #2 raised in the Regional Board's December 2007 Letter requested additional groundwater sampling to characterize groundwater quality over the entire 238 acres of property and to determine the groundwater gradient in the western part of the property, citing concentrations of TPH (290 micrograms per liter, "ug/L"), PCE (5.8 ug/L), and perchlorate (11 ug/L) detected in grab groundwater samples collected on the property during 2005, although information provided to the Regional Board indicates that the TPH and perchlorate appear to be associated with sources that are not on the property. In response, the Petitioner's April 2008 Work Plan proposed to install four groundwater monitoring wells and four associated deep soil boreholes in the western area of the property. In its August 13, 2008 Letter, incorporated by reference in the 13267 Letter, the Regional Board required the installation of at least four additional groundwater monitoring wells to be installed near the Grandstand Building and at the Former Dry Cleaning Area, i.e., both at locations where prior deep grab groundwater boreholes were installed for groundwater sampling purposes, and within the infield of the Main Track, i.e., in the southern end of the infield near the Former Track Maintenance Area, and in the northern section infield area, east of the Inglewood (Townsite) Fault Trace, which is believed to be causing a geohydrologic divide on the property.

Installation of at least four additional groundwater monitoring wells as requested by the Regional Board would be a futile effort at this point in time for several reasons. First, three of the four additional wells requested are directed at an assumed nitrate groundwater problem, although the available data indicates that there is no such problem on the property, and data indicates nitrate is migrating onto the property from unknown off-site sources. The August 13, 2008 Letter provides inaccurate reference to "elevated levels of nitrogen compounds in groundwater present *throughout* the Property" (emphasis added), and "plumes *originating* from the Property" (emphasis added). The data from the 2008 Work Plan makes clear that there are no nitrate "plumes" originating from the property. Instead, the data show that the highest nitrate concentrations in grab groundwater samples collected on the property are only slightly greater than the drinking water standard for nitrate, are found on the western property boundary, and such nitrate concentrations are migrating onto the property from an off-site release(s) or historical sources. Additionally, nitrate is a pervasive regional

groundwater issue in the West Coast Basin, and due to the widespread occurrences and persistent nature of nitrate concentrations, it is difficult to determine if the nitrate is from current or past operations in the surrounding region or from natural or man-made sources in the area. Nitrate is a known local ground water quality issue in the City of Inglewood area. Of the samples taken from groundwater on the property, nitrate concentrations were largely below the maximum contamination level (MCL) of 10 milligrams per liter ("mg/L") (as nitrogen), particularly in the middle of the property. Only a few grab groundwater samples collected from locations on the western property boundary were slightly above the MCL, and those levels are consistent with the regional nitrate problem in shallow groundwater. However, the planned four groundwater monitoring wells, which are deep and expensive to drill, are considered adequate to investigate and verify current nitrate concentration in groundwater on the portion of the property west of the Inglewood (Townsite) Fault Trace.

Finally, installing four additional groundwater monitoring wells as requested by the 13267

Letter in addition to the four groundwater monitoring wells previously proposed under the April 2008

Work Plan would be excessively costly, given the minimal information to likely to be gained, and premature, given that Petitioner is currently making arrangements to install the four approved groundwater monitoring wells for purposes of confirming the groundwater flow directions on the western portion of the property. The four groundwater monitoring wells proposed under the April 2008 Work Plan are sufficient for additional investigations of groundwater issues originally identified by the Regional Board staff prior to the issuance of the 13267 Letter (i.e. in the December 2007

Letter), including regional nitrate concentrations that appear to be migrating onto the property from the off-site locations on the western side of the property. Moreover, given the current redevelopment plans for the property, the major over-excavation and mass grading that would occur during redevelopment activities would likely destroy any added wells. Even if installing four additional wells could yield beneficial information without creating a disproportionate burden, such request by the Regional Board is premature. Prudence dictates that information from the four groundwater monitoring wells originally proposed in the April 2008 Work Plan be gathered and analyzed before

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determining whether additional groundwater wells are necessary or appropriate, or when they may be appropriate.

3. Comment #3 in Regional Board's December 2007 Letter

With respect to Comment #3 raised in the Regional Board's December 2007 Letter, the 13267 Letter requests that Petitioner determine the vertical and lateral extent of volatile organic compound ("VOC") soil and groundwater contamination to non-detectable levels at the Former Dry Cleaning Area regardless of possible future redevelopment, and without waiting for demolition of the existing buildings on the property.⁶ The Regional Board provided further details of this request in a separate letter on August 20, 2008 entitled "Conditional Approval of Work Plan for SVE Rebound Testing and Confirmation Soil Sampling in the Former Dry Cleaning Area—Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC No. 1207) (the "SVE Letter"). This letter approves the Work Plan for SVE Rebound Testing and Confirmation Soil Sampling in the Former Dry Cleaning Area prepared by EKI, dated 9 July 2008 (the "SVE Rebound Work Plan"). Some of the information requested by the Regional Board in the SVE Letter would be ineffectual and infeasible given the current building structures on the property in this location. Due to the access constraints described, drilling locations are limited to the approximate location of prior grab groundwater borehole PS-GW-1 (i.e., outside the Grandstand Building). Since this borehole has already been drilled, no new information would be obtained at this location, and thus the Regional Board's request would be unreasonably costly without generating the benefit of new, or necessary information. Further, ongoing soil vapor extraction ("SVE") remediation is in progress in the Former Dry Cleaning Area and there exists a prior agreement with the Regional Board staff to investigate groundwater in this area if needed after SVE completion, and only after demolition of the existing building.⁷ Due to the access limitations in the Former Dry Cleaning Area, the soil sampling proposed in the SVE Rebound Work Plan will result in collection of soil samples in

⁶ Conditional Approval of Soil Vapor Extraction Work Plan—Former Dry Cleaning Area in Hollywood Park Racetrack and Casino, 1050 South Prairie Avenue, Inglewood, California (Site ID No. 2040271, SLIC ID No. 1207).

⁷ *Id.*

indoor areas to the deepest feasible depths, on which the Grandstand Building exists. Deeper confirmation soil samples cannot likely be collected currently due to the access constraints described in this Section B.3.

4. Comment #4 in Regional Board's December 2007 Letter

Comment #4 raised in the Regional Board's December 2007 Letter makes reference to VOC concentrations detected in soil gas samples collected at a depth of seven feet below the ground surface ("bgs") at the Current Vehicle Maintenance Area. The 13267 Letter requires Petitioner to conduct rapidly a site-specific vapor intrusion evaluation for unrestricted future land use in this area by March 2, 2009 (emphasis added), with a vapor intrusion evaluation report due to the Regional Board by December 31, 2008. The Regional Board's request is unnecessary at this time, given the current operations in that area on the property, and because the sampling locations referenced in the Regional Board's letter are not located with in a building (i.e., these samples were collected in a carport area where there are no enclosing walls). Further, this area is a working vehicle maintenance garage and thus it employs practices under OSHA to protect workers from exposure to gases and vapors by the nature of their working environment. The Department of Toxic Substances Control guidance makes clear that workers subject to potential exposure to gases and vapors by the nature of their working environment are regulated under OSHA, and further, that there is no need to evaluate vapor intrusion risks for an area where there are currently no structures and no complete exposure pathways.8 This area will be graded significantly as part of planned redevelopment when that occurs. During redevelopment of the property, the approved SMP provides a comprehensive set of procedures to investigate and address this area of the property consistent with future land uses, including collection of additional soil gas samples. As a result, the Regional Board's request for a site-specific vapor intrusion evaluation for unrestricted future land use in the Current Vehicle Maintenance Area at this time is unwarranted.

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⁸ Interim Final Guidance for the Evaluation and Mitigation of Subsurface Vapor Intrusion to Indoor Air, California Department of Toxic Substances Control, 15 December, 2004 (Revised 7 February 2005)

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⁹ *Id*.

5. Comment #5 in Regional Board's December 2007 Letter

Likewise, Comment #5 raised in the Regional Board's December 2007 Letter made reference to prior soil gas investigations in the Former Track Maintenance Area located inside the Main Track Infield on the property. The 13267 Letter requires Petitioner to rapidly conduct a site-specific vapor intrusion evaluation for *unrestricted* and future land uses (emphasis added), and submit a vapor intrusion evaluation report to the Regional Board by March 2, 2009, with a vapor intrusion evaluation report due to the Regional Board by December 31, 2008. This request is inappropriate because the Former Track Maintenance Area is currently used as a grassy area in the infield of the Main Track, with a portion of this area underlying a section of the turf course. There are no buildings located in this area. The Department of Toxic Substances Control guidance makes clear that there is no need to evaluate vapor intrusion risks for an area where there are currently no structures and no complete exposure pathways. During redevelopment of the property, this area will be substantially regraded, and the approved SMP provides a comprehensive set of procedures to address this area of the property, including collection of additional soil gas samples. As a result, the Regional Board's request for a site-specific vapor intrusion evaluation for *unrestricted* future land use in the Former Track Maintenance Area at this time is unwarranted.

6. Comment #6 in Regional Board's December 2007 Letter

Comment #6 raised in the Regional Board's December 2007 Letter addresses the Former Oil Wells and Impoundment Area located near the Training Track on the property. Despite additional information presented in the April 2008 Work Plan, the 13267 Letter requires Petitioner to submit a work plan by January 15, 2009 to further investigate TPH detected in a soil sample collected from prior borehole SB-10 in the Former Oil Wells and Impoundment Area, and to fully delineate the lateral and vertical extent of TPH contamination in this location. The Regional Board focused its attention on a single sample from borehole SB-10, although 79 discrete soil samples have been collected in this area. This soil sample, collected at a depth of 20 feet bgs, contained diesel-range TPH at 500 milligrams per kilogram ("mg/kg") and motor-oil range TPH at 1,200 mg/kg.

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Groundwater was encountered at approximately 171.8 feet bgs in a borehole drilled in this area, which is consistent with groundwater occurring in the seven nearby groundwater monitoring wells installed by Chevron on the Petitioner's property, for purposes of monitoring TPH, benzene and tertiary butyl alcohol ("TBA") plumes in groundwater. Therefore, this soil sample collected from borehole SB-10 is located approximately 151.8 feet above groundwater, and the Regional Board's own screening levels for TPH in this instance, as published in the 1996 Guidance, would be 10,000 mg/kg for diesel-range TPH and 50,000 mg/kg for motor-oil range TPH.¹⁰ The detected concentrations of TPH are at least one order of magnitude less than these screening levels, and thus TPH soil concentrations at this location are not noteworthy. There is no reasonable relationship between the potential benefits to be obtained from the reports requested and the costs and burden on Petitioner. In addition, the majority of TPH detected is higher molecular weight, consistent with motor oil, which is not mobile and not likely to migrate. Gasoline-range TPH was not detected in this soil sample. Further, Chevron is currently monitoring known groundwater plumes in the vicinity of this area. Significant sampling has been conducted within this area to provide sufficient evidence that TPH concentrations do not exceed the applicable screening levels and are not likely to contribute to groundwater contamination. Finally, after demolition and during grading the SMP will require further evaluation of any impacted soils in this area before redevelopment. Therefore, providing additional soil samples and reports related to this area adjacent to the Training Track would not yield any additional benefits or new information given the current land use, thus the additional costs associated with such analysis is unreasonable.

7. Comment #7 in Regional Board's December 2007 Letter

Finally, Comment #7 addressed in the Regional Board's December 2007 correspondence speaks to subsurface "nitrate" contamination issues in the stable, Main Track and Training Track Areas. As provided in the 13267 Letter, Petitioner is required to submit a work plan by January 15, 2008 to assess the infield areas of the Main Track and Training Track Areas for potential

¹⁰ Interim Site Assessment & Cleanup Guidebook, California Regional Water Quality Control Board, Los Angeles and Ventura Counties, Region 4, May 1996.

comments under Section B.2., detected levels of nitrogen compounds in first encountered in groundwater are believed to be migrating onto the property from an off-site release(s) or historic regional sources—not from an on-site source. In addition, the stable, Main Track and Training Track Areas are currently operating under NPDES Permits and are thus already overseen by the Regional Board. For example, the Regional Board has required the implementation of a Manure Management Plan to prevent stormwater from contacting stored manure or manure-soiled bedding, and the implementation of a weekly maintenance and inspection program for drains discharging horse wash water and water from the stable area. Large areas of the Main Track infield are underlain by engineered pond liner systems installed previously under Regional Board oversight; drilling for soil sampling cannot occur in these areas without damage to the liners. As a result, the requests of the Regional Board are unduly burdensome because these locations are already regulated and regularly monitored by the Regional Board under the NPDES Permit.

C. CONCLUSION

Overall, the burdens associated with conducting the additional requested studies and reports in the 13267 Letter far outweigh the alleged benefits. Further, much of the additionally requested investigation is pertinent to, and will be addressed during, planned redevelopment that will include implementation of the approved SMP. As such, the requirements in the 13267 Letter fail to satisfy the mandatory statutory criterion that "the burden, including costs, of these reports shall bear a reasonable relationship to the need for the report and the benefits to be obtained from the reports." Water Code, § 13267(a) and (b). Thus, the Regional Board abused its discretion and acted arbitrarily in violation of law.

V. THE MANNER IN WHICH PETITIONER IS AGGRIEVED:

Petitioner is aggrieved because of the reasons set forth in Section IV above.

VI. THE SPECIFIC ACTION BY THE STATE OR REGIONAL BOARD WHICH PETITIONER REQUESTS

Petitioner respectfully requests that the State Board: (i) accept this Petition, (ii) vacate the 13267 Letter's time schedule and corresponding proposed civil penalties if Petitioner violates the compliance deadlines, (iii) review the substance of the requested additional work and reports; and (iv) establish new compliance deadlines. However, Petitioner requests at this that the Petition be held in abeyance pursuant to CCR, Title 23, Section 2050.5(d) and reserves its right to supplement the Petition.

VII. A STATEMENT OF POINTS AND AUTHORITIES IN SUPPORT OF LEGAL ISSUES RAISED IN THE PETITION

Petitioner will provide a detailed statement of points and authorities in the event the Executive Officer or the Regional Board take further action which necessitates Petitioner requesting the State Board to convert this petition to active status.

VIII. A STATEMENT THAT THE PETITION HAS BEEN SENT TO THE APPROPRIATE REGIONAL BOARD AND TO THE DISCHARGERS, IF NOT THE PETITIONER

A true and complete copy of this Petition, without attachment, was sent electronically and by First Class Mail to Tracy J. Egoscue, Executive Officer, Regional Water Quality Control Board, Los Angeles Region, 320 W. 4th Street, Suite 200, Los Angeles, California 90013.

IX. A STATEMENT THAT THE ISSUES RAISED IN THE PETITION WERE PRESENTED TO THE REGIONAL BOARD BEFORE THE REGIONAL BOARD ACTED, OR AN EXPLANATION OF WHY THE PETITIONER COULD NOT RAISE THOSE OBJECTIONS BEFORE THE REGIONAL BOARD

All of the points and issues raised in Section IV were discussed on September 11, 2008 with staff of the Regional Board. EKI, on behalf of Petitioner is preparing a detailed written follow-up letter regarding the September 11, 2008 meeting, and the Regional Board staff agreed to give further consideration to the information presented by EKI on behalf of Petitioner to reevaluate their positions as set forth in the 13267 Letter.

DATED: September 22, 2008

GIBSON, DUNN & CRUTCHER LLP Patrick W. Dennis

Attorneys for Petitioner,

HOLLÝWOOD PARK LAND COMPANY, LLC

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California Regional Water Quality Control Board



Los Angeles Region

Linda S. Adams Cal/EPA Secretary

320 W. 4th Street, Suite 200, Los Angeles, California 90013
Phone (213) 576-6600 FAX (213) 576-6640 - Internet Address: http://www.waterboards.ca.gov/losangeles

Arnold Schwarzenegger

Governor

September 17, 2008

Mr. Doug Moreland, Manager Hollywood Park Land Company, LLC 100 Wilshire Boulevard, Suite 940 Santa Monica, CA 90401

EXTENSION APPROVAL FOR TECHNICAL REPORT SUBMITTAL PURSUANT TO CALIFORNIA WATER CODE SECTION 13267- HOLLYWOOD PARK RACETRACK AND CASINO, 1050 SOUTH PRAIRIE AVENUE, INGLEWOOD, CALIFORNIA (SITE ID NO. 2040271, SLIC NO. 1207)

Dear Mr. Moreland:

The Los Angeles Regional Water Quality Control Board (Regional Board) staff have received your letter dated September 12, 2008, requesting a 60-day extension for the submittal of the technical reports specified in the Regional Board letter (Letter) dated August 22, 2008. Your letter explained the on-going discussions between you and the Regional Board staff to resolve the issues raised by the Letter. Therefore, the Regional Board hereby grants a 60-day extension of the due dates contained within the Letter per the following schedule:

REFERENCE	TECHNICAL REPORT REQUIRED	PREVIOUS DUE DATE	REVISED DUE DATE
Item 4. August 22, 2008 letter.	Vapor intrusion evaluation and submittal of a vapor intrusion evaluation report for the Existing Vehicle Maintenance and Underground Storage Tanks Area.	December 31, 2008	March 2, 2009
Item 5. August 22, 2008 letter.	Vapor intrusion evaluation and submittal of a vapor intrusion evaluation report for the Former Track Maintenance Area.	December 31, 2008	March 2, 2009
Item 6. August 22, 2008 letter.	Work plan to fully delineate the extent of TPH contaminated soils in the Former Oil Wells and Impoundment Area.	November 15, 2008	January 15, 2009
Item 7. August 22, 2008 letter.	Work plan to fully assess the infield areas of the Main Track and Training Track Areas.	November 15, 2008	January 15, 2009
Item 4. August 13, 2008 letter.	First Quarterly Monitoring Report.	January 15, 2009	April 15, 2009

Should you have any questions, please contact Mr. Gregg Crandall at (213) 576-6701 or Ms. Su Han at (213) 576-6735.

Sincerely,

Tracy J. Egoscue Executive Officer

Enclosures:

Regional Board's August 22, 2008 Comments on Technical Report and Work Plan.

Regional Board's August 13, 2008 Conditional Approval of Work Plan for Installation of Groundwater Monitoring Wells and Work Plan for Proposed Soil Sampling in Western and

Southern Parking Lot Areas.

cc:

Mr. Jose Albarez, Community Development Department, City of Inglewood

Mr. Joe Baiocco, County of Los Angeles Department of Public Works

Ms. Jami A. Striegel Orloff, Erler & Kalinowski, Inc. Mr. Patrick Dennis, Gibson, Dunn and Crutcher LLP



California Regional Water Quality Control Board



Los Angeles Region

Linda S. Adams
Cal/EPA Secretary

320 W. 4th Street, Suite 200, Los Angeles, California 90013
Phone (213) 576-6600 FAX (213) 576-6640 - Internet Address: http://www.waterboards.ca.gov/losangeles

Arnold Schwarzenegger Governor

August 22, 2008

Mr. Doug Moreland, Manager Hollywood Park Land Company, LLC 100 Wilshire Boulevard, Suite 940 Santa Monica, CA 90401

COMMENTS ON TECHNICAL REPORT AND WORK PLAN, PURSUANT TO CALIFORNIA WATER CODE SECTION 13267 – HOLLYWOOD PARK RACETRACK AND CASINO, 1050 SOUTH PRAIRIE AVENUE, INGLEWOOD, CALIFORNIA (SITE ID NO. 2040271, SLIC NO. 1207)

Dear Mr. Moreland:

The Los Angeles Regional Water Quality Control Board (Regional Board) staff received and reviewed the *Technical Report and Work Plan* dated April 23, 2008 (April 23, 2008 Report), prepared by Erler & Kalinowski, Inc. (EKI) on behalf of Hollywood Park Land Company, LLC (HPLC) for the above-referenced site (Property). This April 23, 2008 Report includes additional soil sampling results and a work plan for installation of additional soil borings and groundwater monitoring wells in response to technical review comments contained in the December 21, 2007 letter from the Regional Board directing HPLC to submit a technical report and work plan to complete soil, soil gas, and groundwater assessment at the Property.

Based on the information submitted in the April 23, 2008 Report, Regional Board staff have the following comments:

- 1. Regarding fill materials deposited at several locations throughout the Property, comment #1 of the Regional Board's December 21, 2007 correspondence stated:
 - "... please provide the sources of all fill materials that were deposited at the Property together with any analytical testing data that may have been done to screen the quality of the imported fill material for potential contaminants of concerns (COCs) (e.g., petroleum hydrocarbons, metals, volatile organic compounds and polychlorinated biphenyls, etc.)."

The April 23, 2008 Report discusses historic cut-and-fill activities at the Property, and demonstrates that the amount of cut volume versus fill volume from 1938 to the present is approximately equal. The April 23, 2008 Report also demonstrates that the soils beneath cut areas are compositionally the same as in areas where fill materials are located, indicating an onsite source for the fill materials. The information provided demonstrates that pre-1984 fill material was not imported to the Property. The April 23, 2008 Report asserts that fill material for the 1984 track expansion and casino construction were sourced on-site from stockpiles located at the track infield areas where soils were regularly stockpiled.

Regional Board staff have determined that additional documentation will be required to verify that on-site stockpiles were the source of fill materials used in the main track extension and casino areas during construction in 1984. Such documentation may include a comparison of pre-

1984 and post-1984 aerial photographs of the soil stockpile areas that were used, and soil boring lithologic logs from the areas where fill material was deposited in 1984 to demonstrate that the composition of fill material used in 1984 is consistent with earlier fill material used at the Property.

- 2. Regarding groundwater flow conditions and groundwater contamination at the Property, comment #2 of the Regional Board's December 21, 2007 correspondence stated:
 - "... additional groundwater samples are required to define extent of the TPH, PCE, and perchlorate impacted areas and to determine the groundwater gradient in the western part of the Property."

The April 23, 2008 Report hypothesizes that groundwater flow conditions at the site are fairly complex, due to localized faulting, regional groundwater extraction and pumping, seasonal recharge variation, and regional injection to prevent the intrusion of saline groundwater from the west and south. As such, the Regional Board stands by its December 21, 2007 decision to require an adequate network of ground water monitoring wells to definitively characterize groundwater conditions across the Property, and determine the extent and concentration of elevated PCE, TPH, perchlorate, and nitrate contamination previously detected in groundwater samples at the Property.

Sections 2.6 and 4.5 of the April 23, 2008 Report respectively include a Work Plan for Installation of Groundwater Monitoring Wells and a Work Plan for Proposed Soil Sampling in Western and Southern Parking Lot Areas. These work plans propose to install four (4) additional groundwater monitoring wells (with concurrent soil sampling during installation) and four (4) soil borings in the western area of the site. Regional Board staff have provided technical review comments for the work plan proposing the installation and sampling of additional groundwater monitoring wells and soil borings under separate cover (attached).

- 3. Regarding VOC concentrations at the Former Dry Cleaning Area, comment #3 of the Regional Board's December 21, 2007 correspondence stated:
 - ". the extent of the volatile organic compounds (VOCs) impacted soil and groundwater at the Former Dry Cleaning Area are not fully delineated both vertically and laterally. The extent of the VOC impacted groundwater plume (including tributyl alcohol) and groundwater gradient must be defined with the installation of groundwater monitoring wells after existing buildings are demolished and before the new proposed construction begins at the Former Dry Cleaning Area."

With regard to the above statement, the Regional Board assumed that redevelopment of the Property would commence immediately; however, until all necessary permits for redevelopment are obtained, the Property will continue to operate indefinitely as a commercial racetrack and casino. Since HPLC has not yet obtained all necessary permits to convert the Property to residential use, the future use of the Property must be assumed to remain as it currently stands. As such, the Regional Board has determined that the vertical and lateral extent of VOC soil and groundwater contamination at the former Dry Cleaning Area must be fully delineated both

vertically and laterally regardless of possible future site redevelopment plans, and without waiting for demolition of the existing buildings. This requirement will be detailed in a separate letter after reviewing the submitted work plan for SVE rebound testing and confirmation soil sampling, dated July 9, 2008.

4. Regarding VOC concentrations at the Existing Vehicle Maintenance and Underground Storage Tanks Areas, comment #4 of the Regional Board's December 21, 2007 correspondence stated:

"Soil vapor concentrations of 1.92 µg/l of benzene, 2.1 µg/l of PCE exceeded California Human Health Screening Levels (CHHSL). Since soil samples were collected in a limited area and no groundwater samples were collected, additional soil and soil gas samples are necessary vertically including groundwater sample(s) in the area where VOCs in soil vapor samples were detected above CHHSLs. Samples were collected in a limited area only based on the previous ENVIRON Phase I Assessment. Please note that a site-specific Human Health Risk Assessment (HHRA) or an evaluation and mitigation of subsurface vapor intrusion to indoor air are required when soil vapor data exceeds CHHSL values."

"In addition, ENVIRON Phase I Assessment data indicated that methyl tertiary-butyl ether (MTBE) was detected at concentrations up to 310 µg/kg at 15 ft. bgs, and no soil sample deeper than 15 ft. bgs was collected. Therefore, additional soil samples are required to define the vertical- and lateral-extent of the MTBE and/or other oxygenates (tertiary butyl alcohol, tertiary amyl methyl ether, ethyl tertiary butyl ether, tertiary amyl alcohol, di-isopropyl ether, and ethylene dibromide) impacted soil in the area."

In response, the April 23, 2008 Report presents additional sampling results for these two areas. Non-detectable to low concentrations (slightly above the laboratory detection limits) of benzene are present in soil samples collected nearby and around the previous soil gas samples (PS-G-12 and PS-G-13) which had detectable benzene concentrations up to 1.92 µg/l. No detectable PCE concentrations are present in either the boreholes adjacent to the Current UST Area or in nearby soil gas samples around the single elevated PCE soil gas sample location (PS-SG-29). These additional sampling results indicate that the extent of benzene contamination detected in PS-G-12 and PS-G-13, and PCE contamination in PS-G-29 are laterally and vertically limited. However, because the referenced soil gas samples exceed CHHSLs, they indicate a potential human health concern at the site. You are required to conduct a site-specific vapor intrusion evaluation for unrestricted future land use, and submit a vapor intrusion evaluation report to the Regional Board by December 31, 2008. The following document can be referenced for the site vapor intrusion evaluation: INTERIM FINAL GUIDANCE FOR THE EVALUATION AND MITIGATION OF SUBSURFACE VAPOR INTRUSION TO INDOOR AIR, dated December 15, 2004 (Revised February 7, 2005), or its latest version, developed by the California Department of Toxic Substances Control (DTSC).

The April 23, 2008 Report also presents results of additional soil samples taken in 2005 in the Current Vehicle Maintenance Area. Of 51 discrete samples taken in this area, only one sample with concentrations above detection limits for MTBE was detected (0.310 mg/kg).

Because the extent of MTBE-impacted soil is limited vertically and laterally, Regional Board staff have determined that MTBE soil concentrations in the Current Vehicle Maintenance Area no longer pose a concern for the present commercial use of the property. However, should the Property be redeveloped in the future and MTBE detected in this area, additional MTBE plume investigation and cleanup may be required in accordance with the approved Soil Management Plan.

5. Regarding the Former Track Maintenance Area, comment #5 of the Regional Board's December 21, 2007 correspondence stated:

"... PCE concentrations of 1.5 μ g/l and 2.33 μ g/l were detected in soil vapor above CHHSLs and no soil matrix samples were collected in these locations. . . Since the concentrations of the soil vapor samples exceeded CHHSLs, additional soil and soil vapor samples below 20 feet bgs and groundwater sample(s) shall be collected."

The April 23, 2008 Report claims that the above results do not indicate a significant PCE source in the Former Track Maintenance Area, and that this is not of concern for the current commercial use of the property at this location. As indicated above in item #4, because the detected PCE concentrations exceed CHHSLs, you are required to conduct a site-specific vapor intrusion evaluation for unrestricted and future land uses, and submit a vapor intrusion evaluation report to the Regional Board by December 31, 2008.

Regarding the Former Oil Wells and Impoundment Area, comment #6 of the Regional Board's December 21, 2007 correspondence stated:

"... TPH concentrations up to 1,700 mg/kg at 20 feet bgs were reported from ENVIRON data. Therefore, vertical and lateral extent of the TPH impacted soil area shall be adequately defined."

The April 23, 2008 Report claims that elevated TPH readings in the Former Oil Wells and Impoundment Area are the sum of both the TPH diesel concentration of 500 milligrams per kilogram (mg/kg) and the TPH motor oil concentration of 1200 mg/kg, and that field screening of soil samples collected during installation of an adjacent soil boring detected no odors or elevated organic vapor meter readings. The April 23, 2008 Report also claims that the total TPH concentration detected from a groundwater grab sample at the adjacent soil boring location was 67 µg/l, and implied that the elevated TPH soil concentration at 20 feet bgs would not have reached or significantly impacted groundwater. The Regional Board has determined that additional TPH soil analyses are required to fully delineate the vertical and lateral extent of TPH soil contamination at sample location SB-10 and the surrounding area in order to demonstrate conclusively that elevated TPH soil concentrations do not exceed TPH soil screening levels and contribute to TPH groundwater contamination at the Property. HPLC is required to submit a work plan by November 15, 2008 to further investigate TPH contaminated soils at sample location SB-10 in the Former Oil Wells and Impoundment Area, and to fully delineate the lateral and vertical extent of TPH contamination at this location.

7. Regarding the Stable Area and Main Track and Training Track Areas, comment #7 of the Regional Board's December 21, 2007 correspondence stated:

"This Regional Board does not accept the results from composite soil samples collected from the Stable Area and Main Track and Training Track Areas. To adequately assess subsurface contamination conditions, discrete and individual soil samples must be collected in these areas and at multiple depths bgs. These soil samples and groundwater samples in these areas shall also include analysis for nitrogen compounds."

The April 23, 2008 Report presents the results of discrete samples collected in the Stable Area in 2005 and confirmatory grab soil samples from the former Main Track Area soil stockpile collected during 2008. The results of the additional soil sample analysis demonstrate that the sampled areas do not contain TPH (as gasoline), BTEX, or nitrogen compounds at elevated concentrations that exceed the Soil Screening Levels for these constituents. As such, assessment of the Stable Area and Main Track Area is adequate.

Upon further review of the information provided to date, the Regional Board has determined that the infield areas located within both the Main Track Area and the Training Track Area have not been adequately assessed for potential contaminants of concern (PCOCs) including nitrogen compounds. The April 23, 2008 Report indicates that soil samples have only been collected in a limited area of the Main Track infield (associated with investigation of the Former Track Maintenance Area), and only three composite samples were previously collected within the infield of the Training Track Area. Because groundwater beneath the Property is contaminated with elevated concentrations of nitrogen compounds, the infield areas within the Main Track and Training Track require additional assessment to determine if a potential source area(s) exists for elevated nitrogen levels in groundwater beneath the Property. HPLC is required to submit a work plan by November 15, 2008 to fully assess the infield areas of both the Main Track Area and the Training Track Area for PCOCs that may be present, including, but not necessarily limited to nitrogen compounds.

8. Regarding the TPH-impacted groundwater plume beneath the southwest corner of the Property, comment #8 of the Regional Board's December 21, 2007 correspondence stated:

"A TPH concentration of 980 µg/l was reported in the groundwater grab sample PS-GW-4, located in the southwest corner of the Property. Additional samples are necessary to determine the extent of the TPH-impacted groundwater plume beneath the Property."

The April 23, 2008 Report claims that the likely source of TPH groundwater contamination detected in sample PS-GW-4 located in the southwest corner of the property is the former Unocal #5050 gasoline service station, (underground storage tank release case no. I-09966) located immediately southwest of the Property, where TPH and other fuel-related compounds are documented to have impacted soil and groundwater. Appendix D of the April 23, 2008 Report also includes excerpts from three historic technical reports for the former Unocal site which indicate a northeast groundwater flow direction and a progressive migration of the TPH groundwater plume toward the southwest corner of the Property. The Regional Board has

determined that the source of TPH-impacted groundwater detected beneath the southwest corner of the Property in sample PS-GW-4 may be related to the former Unocal site, located immediately southwest of the Property. However, to confirm or determine the groundwater gradient beneath the property and fully delineate the extent of TPH soil and groundwater contamination, a groundwater monitoring well shall be installed in the southwest corner of the property as proposed in Section 2.6 of the April 23, 2008 Report. The results of the proposed monitoring well sampling will be used to determine if additional groundwater investigation is needed in this area.

9. Regarding sampling beneath the main parking area in the western portion of the Property, comment #9 of the Regional Board's December 21, 2007 correspondence stated:

"No soil or soil gas samples were collected on the western portion of the Property where the main parking area is located. In many cases, long-time heavily-used parking areas have been found to be impacted by COCs; therefore, soil samples (using a multi-depth grid sampling protocol), at a minimum, shall be collected to confirm that the parking lot is not an area of concern as implied in the Report."

The April 23, 2008 Report includes a Work Plan for Proposed Soil Sampling in Western and Southern Parking Lot Areas. Please refer to item #1 above for the Regional Board's response to the proposed work plan to perform additional soil sampling in the western parking area.

10. Regarding background soil arsenic concentrations at the Property, comment #10 of the Regional Board's December 21, 2007 correspondence stated:

"The Report indicated that the detected concentrations of arsenic in soil were considered a naturally-occurring background levels in soil at the Property. Arsenic was detected on the Property above California Modified Preliminary Remediation Goals (Cal-Modified PRG) and its lateral delineation is not complete."

The April 23, 2008 Report provides a detailed evaluation and statistical analysis of naturally-occurring local background levels of arsenic from concentrations measured directly at the Property and at nearby locations in the vicinity of the Property.

Due to the detailed information provided and the analysis of arsenic concentrations measured at the Property and two other sites in the vicinity, the Regional Board has determined that the background arsenic soil concentration at the Property is statistically demonstrated to be 9 mg/kg. As such, the revised background arsenic level at the Property will be 9 mg/kg for any future implementation of the approved Soil Management Plan, should site redevelopment activities commence at the Property. The revised arsenic soil screening level concentration replaces the previously established background value of 6 mg/kg as indicated by the Regional Board in correspondence dated December 24, 2007.

Pursuant to Section 13267 of the California Water Code, HPLC is directed to submit a technical report and work plans to complete the required additional soil, soil vapor, and groundwater assessment activities as referenced in items 4, 5, 6 and 7 above by the specified due dates. Pursuant to section 13268

of the California Water Code, failure to submit the required technical report or work plans by the specified due dates may result in civil liability administratively imposed by the Regional Board in an amount up to one thousand (\$1000) for each day, the report or document is not received. These civil liabilities can be issued by the Regional Board at any time after the above due date, and without further warning.

Any person aggrieved by this action of the Regional Water Board may petition the State Water Board to review the action in accordance with Water Code section 13320 and California Code of Regulations, title 23, sections 2050 and following. The State Water Board must *receive* the petition by 5:00 p.m., 30 days after the date of this Order, except that if the thirtieth day following the date of this Order falls on a Saturday, Sunday, or state holiday, the petition must be received by the State Water Board by 5:00 p.m. on the next business day. Copies of the law and regulations applicable to filing petitions may be found on the Internet at:

http://www.waterboards.ca.gov/public notices/petitions/water quality

or will be provided upon request.

Should you have any questions, please contact Mr. Gregg Crandall at (213) 576-6701 or Ms. Su Han at (213) 576-6735.

Sincerely,

cc:

Tracy J. Egoscue Executive Officer

Enclosure: Regional Board's August 13, 2008 approval letter for the Work Plan for Installation of Groundwater Monitoring Wells and Work Plan for Proposed Soil Sampling in Western and Southern Parking Lot Areas.

Mr. Jose Albarez, Community Development Department, City of Inglewood

Mr. Joe Baiocco, County of Los Angeles Department of Public Works

Ms. Jami A. Striegel Orloff, Erler & Kalinowski, Inc.



California Regional Water Quality Control Board



Los Angeles Region

Linda S. Adams Cal/EPA Secretary

320 W. 4th Street, Suite 200, Los Angeles, California 90013 Phone (213) 576-6600 FAX (213) 576-6640 - Internet Address: http://www.waterboards.ca.gov/losangeles Arnold Schwarzenegger Governor

August 13, 2008

Mr. Doug Moreland Hollywood Park Land Company, LLC 100 Wilshire Boulevard, Suite 940 Santa Monica, CA 90401

CONDITIONAL APPROVAL OF WORK PLAN FOR INSTALLATION OF GROUNDWATER MONITORING WELLS AND WORK PLAN FOR PROPOSED SOIL SAMPLING IN WESTERN AND SOUTHERN PARKING LOT AREAS – HOLLYWOOD PARK RACETRACK AND CASINO, 1050 SOUTH PRAIRIE AVENUE, INGLEWOOD, CALIFORNIA (SITE ID NO. 2040271, SLIC NO. 1207)

Dear Mr. Moreland:

The Los Angeles Regional Water Quality Control Board (Regional Board) staff received and reviewed the Technical Report and Work Plan (Report), dated April 23, 2008, prepared by Erler & Kalinowski, Inc. (EKI) on behalf of Hollywood Park Land Company, LLC (HPLC) for the above-referenced site (Property). Section 2.6 of the Report contains a Work Plan for Installation of Groundwater Monitoring Wells and Section 4.5 of the Report contains a separate Work Plan for Proposed Soil Sampling in Western and Southern Parking Lot Areas. These work plans propose to install four (4) additional groundwater monitoring wells, with concurrent soil sampling at 1, 10, 20, 60 and 100 feet below ground surface (bgs), and four (4) soil borings to approximately 5 feet below ground surface in the western and southern parking lot areas of the Property. The proposed work plans are in response to the Regional Board's Comments on Property-Wide Subsurface Investigation Report and Soil Vapor Extraction Work Plan for Former Dry Cleaning Area (Comments), dated December 21, 2007, which included the following requirements for additional sampling of soil and groundwater:

"The Report identified two fault zones cross the Property – the Potrero Fault crosses the northeastern portion of the Property, and an unnamed fault zone crosses the southwest portion of the Property. The presence of these two fault zones results in various groundwater depth and gradient conditions across the Property. EKI collected six groundwater grab samples on the Property to evaluate chemical impact beneath the Property. Total petroleum hydrocarbons (TPH) were detected at 290 micrograms per liter (μg/l) in grab sample PS-GW-6, located near Grandstand Building; 980 μg/l of TPH in PS-GW-4, located at the southwest corner of the Property on a parking lot; 230 μg/l of TPH in PS-GW-2, located on Former Track Maintenance Area; 5.8 μg/l of tetrachloroethene (PCE) in PS-GW-1; and 11 μg/l of perchlorate in PS-GW-6, both are located near Former Dry Cleaning Area."

"These data are considered to be screening level data and are not adequate to characterize groundwater quality over the entire 238 acres Property. Therefore, additional groundwater samples are required to define extent of the TPH, PCE, and perchlorate impacted area, and to determine the groundwater gradient in the western part of the Property."

And:

"No soil or soil gas samples were collected on the western portion of the Property where the main parking area is located. In many cases, long-time heavily-used parking areas have been found to be impacted by COCs; therefore, soil samples (using a multi-depth grid sampling protocol), at a minimum, shall be collected to confirm that the parking lot is not an area of concern as implied in the Report."

Based on the information submitted to date, Regional Board staff approves the referenced work plans contained within Section 2.6 and Section 4.5 of the Report, provided the following conditions are strictly met:

- 1. Because it is uncertain whether the Property will be redeveloped, the Regional Board has reviewed the proposed work plans based on the continued operation of the Property as a commercial horse racing track and casino. Should the Property be redeveloped in the future to residential and office/commercial use, additional soil, soil vapor, and groundwater assessment may be required in the western and southern parking lot areas per the July 3, 2007 Soil Management Plan, as approved by the Regional Board in correspondence dated December 24, 2007.
- 2. In addition to the four (4) groundwater monitoring wells proposed in Section 2.6 of the Report and approved herein, at least four more groundwater monitoring wells shall be installed at the following locations:
 - In the vicinity of groundwater grab sample PS-GW-6 near the Grandstand Building (as shown in Figure 3 of the Report), to investigate potential source areas and verify the presence of elevated concentrations of nitrate and TPH detected in groundwater grab sample PS-GW-6. The one-foot bgs soil sample collected during well installation shall also be analyzed for the constituents listed in Section 4.5 of the Report.
 - At the Former Dry Cleaning Area, near PS-GW-1, where slightly elevated VOC concentrations were detected in a previous groundwater grab sample. To assess the vertical and lateral extents of PCE contamination, soil samples at this location should be analyzed for VOCs only.
 - In the Former Track Maintenance Area in order to: (1) define the elevated levels of nitrate in groundwater present throughout the Property, (2) determine if the infield area of the main racetrack is a possible contributing source of nitrate groundwater contamination, and (3) assess groundwater flow conditions in the southern and western areas of the Property.
 - In the northern section of the main racetrack infield area, east of the Inglewood (Townsite) Fault (as indicated in Figure 3 of the Report), in order to: (1) define the elevated levels of nitrogen compounds in groundwater present throughout the Property, (2) determine if the infield area of the main racetrack is a possible contributing source of

nitrate groundwater contamination, and (3) assess groundwater flow conditions in the center of the Property.

- 3. All groundwater monitoring wells and soil borings shall be constructed as described within the work plans, and monitoring wells shall be sampled following installation for the potential contaminants of concern listed in Section 2.6.4. A report of the monitoring well and soil boring installation and sampling shall be provided within 45 days of receipt of final analytical data as specified in Section 2.6.5, or by January 15, 2009, whichever is earliest.
- 4. Following the completion of groundwater monitoring installation and development, quarterly groundwater monitoring shall be conducted at least four (4) quarters to adequately assess groundwater gradient and/or plume changes beneath the Property. Quarterly groundwater monitoring reports shall be submitted to the Regional Board according to the following schedule:

MONITORING PERIOD		•	REPORT DUE DATE
4 TH quarter 2008			January 15, 2009
1 ST quarter 2009			April 15, 2009
2 ND quarter 2009		•	July 15, 2009
3 RD quarter 2009	•	•	October 15, 2009

The first quarterly monitoring report can be combined with report required in item 3 above for submittal. Additional quarterly or less frequent groundwater monitoring will be considered based on the results of these quarterly monitoring and sampling activities at the Property.

- 5. A site-specific health and safety plan (H&SP) shall be available at the site and implemented during all field activities.
- 6. As required for all technical work performed at the site, all work must be performed by or under the direction of a California registered professional geologist, registered certified specialty geologist, or registered civil engineer, per California Business and Professions Code Sections 6735, 7835, and 7835.1. All technical submittals must contain a wet ink signature and seal by one of the registered professionals.
- 7. Prior to start of work, all necessary permits shall be obtained from appropriate agencies. Copies of the agency-approved permits must be included in the final report submitted to the Regional Board.
- 8. All contaminated soil and water generated during drilling and soil sampling shall be managed in accordance with appropriate regulations.
- 9. All wastes generated during field activities shall be properly manifested and disposed of in conformation with the State and Federal regulations.
- 10. All samples must be collected and analyzed with quality assurance and quality control samples and comply in accordance with the following US EPA Methods:

- For groundwater samples: 8260B (VOCs and fuel oxygenates), 8015M (TPH-g and TPH-d), 300.0 (nitrate/nitrite as N), and 314.0 (perchlorate).
- For soil samples 8015M (TPH-g, TPH-d, and TPH-mo), 8082 (PCBs), 6000/7000 series (metals), and 8260B and 5035/5035A (VOCs and fuel oxygenates).
- 11. Please notify Regional Board staff at least one week before you start the proposed fieldwork.
- 12. Pending the results of the proposed soil and groundwater sampling, please be advised that further subsurface investigations may be required until the vertical and lateral extents of soil and groundwater plumes originating from the Property are adequately defined.

Should you have any questions, please contact me at (213) 576-6701.

Sincerely,

cc:

Gregg Crandall Engineering Geologist

Site Cleanup 1 Unit

Mr. Jose Albarez, Community Development Department, City of Inglewood

Mr. Joe Baiocco, County of Los Angeles Department of Public Works

Ms. Jami A. Striegel Orloff, Erler & Kalinowski, Inc.