## ADMINISTRATIVE DRAFT

## ENVIRONMENTAL IMPACT REPORT FOR THE ANTONIO AZEVEDO DAIRY #2 EXPANSION PROJECT

**CONDITIONAL USE PERMIT CUP20-004** 



# COUNTY OF MERCED DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT

Prepared with the Technical Assistance of: Environmental Planning Partners, Inc.



SCH # 2022070360 November 2024

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2222 'M' Street Merced, CA 95340

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2934 Gold Pan Court, Suite 21 Rancho Cordova, CA 95670

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## FREQUENTLY USED ACRONYMS AND ABBREVIATIONS

Acronym/Abbreviation	Definition
≈	Almost equal to
AAQA	Ambient Air Quality Analysis
AAQS	Ambient Air Quality Standard
ACBM	Asbestos containing building materials
ACO	Animal Confinement Ordinance
Acre	43,560 square feet
ADT	Average Daily Trips
Air Basin	San Joaquin Valley Air Basin
Ammonia (NH <sub>3</sub> )	Gaseous ammonia released by the microbiological decay of plant and animal proteins
AMMP	Alternative Manure Management Program
APCD	Air Pollution Control District
APCO	Air Pollution Control Office
APE	Area of Potential Effect
APN	Assessor's Parcel Number
ARB	Air Resources Board
AQIA	Air Quality Impact Assessment
AQMD	Air Quality Management District
ATC	Authority to Construct
AU	Animal Units
BACM	Best Available Control Measures
BACT	Best Available Control Technology
BARCT	Best Available Retrofit Control Technology
BAT	Best Available Technology Economically Achievable
ВСТ	Best Conventional Pollutant Control Technology
bgs	Below ground surface
BFE	Base flood elevation
ВМР	Best Management Practices
BPS	Best Performance Standards
ВРТС	Best Practicable Treatment or Control
BST	Bovine Somatotropin
CAA	Federal Clean Air Act
CAAA	Federal Clean Air Act Amendments of 1990
CAAQS	California Ambient Air Quality Standards
CAF	Confined Animal Facility
CAFO	Confined or Concentrated Animal Feeding Operation
CalEPA	California Environmental Protection Agency
CAP	Climate Action Plan
CARB	California Air Resources Board
CASGEM	California Statewide Groundwater Elevation Monitoring Program
CCAA	California Clean Air Act
CCAR	California Climate Action Registry
CCAT	California Climate Action Team
CCIC	Central California Information Center

Acronym/Abbreviation	Definition
CCR	California Code of Regulations
CDC	Center for Disease Control and Prevention
CDFA	California Department of Food and Agriculture
CDFW	California Department of Fish and Wildlife
CDPH	Califonria Department of Public Health
CEC	California Energy Commission
CEDD	Community and Economic Development Department, Merced County
CEQA	California Environmental Quality Act
CESA	California Endangered Species Act
CFR	Code of Federal Regulations
CH <sub>4</sub>	Methane
CHRIS	California Historical Resources Information Systems
CLAQC	Confined Livestock Air Quality Committee of the USDA
CMP	Conservation Management Practices
CNDDB	California Natural Diversity Database
CNMP	Comprehensive Nutrient Management Plan
CNPS	California Native Plant Society
CO	Carbon Monoxide
$CO_2$	Carbon Dioxide
CO <sub>2</sub> e	Carbon dioxide equivalent
Corps	United States Army Corps of Engineers
CRHR	California Register of Historic Resources
CUP	Conditional Use Permit
CVDRMP	Central Valley Dairy Representative Monitoring Program
CVRWQCB	Central Valley Regional Water Quality Control Board
CV-SALTS	Central Valley Salinity Alternatives for Long Term Sustainability
CWA	Clean Water Act
DDRDP	Dairy Digester Research and Development Program
DEH	Division of Environmental Health, Merced County
DEIR	Draft Environmental Impact Report
DHS	Department of Health Services
DPAG	Dairy Permitting Advisory Group
DPM	Diesel Particulate Matter
DT	Dilution to threshold
DWR	California Department of Water Resources
EIR	Environmental Impact Report
EPA	US Environmental Protection Agency
EUI	Energy Utilization Index
FDA	United States Food and Drug Administration
FEMA	Federal Emergency Management Agency
FESA	Federal Endangered Species Act
FIRM	Flood Insurance Rate Maps
GAMAQI	Guide for Assessing Air Quality Impacts, SJVAPCD 2015
GEA	Grasslands Ecological Area
O-1111	OTAGO ANTO ELONO SIGNI TITCA

Acronym/Abbreviation	Definition
GFA	Grasslands Focus Area
GRRWG	Grassland Resources Regional Working Group
GGS	Giant garter snake
GHG	Greenhouse Gas
GMP	Groundwater Management Plan
gpm	Gallons per minute
GPS	Global positioning system
GSA	Groundwater sustainability agency
GSP	Groundwater sustainability plans
GWMA	Grasslands Wildlife Management Area
HCP	Habitat Conservation Plan
HDPE	High-density polyethylene
HI	Health Hazard Index
HMBP	Hazardous Material Business Plan
HRA	Health Risk Assessment
ILRP	Irrigated Lands Regulatory Program
INMP	Irrigation and Nitrogen Management Plan
IPCC	International Panel on Climate Change
IS	Initial Study
LED	Light Emitting Diode
LRP	Legally Responsible Person
LSAA	Lake / Streambed Alteration Agreement
MBTA	Migratory Bird Treaty Act
MCF	Methane Conversion Factor
MCL	Maximum Contaminant Level
MIUGSA	Merced Irrigation-Urban Groundwater Sustainability Agency
MMRP	Mitigation Monitoring and Reporting Plan
MRP	Monitoring and Reporting Program
MSGSA	Merced Subbasin Groundwater Sustainability Agency
MSL	Mean Sea Level
MWISP	Monitoring Well Installation and Sampling Plan
$N_2O$	Nitrous Oxide
NAAQS	National Ambient Air Quality Standards
NAHC	Native American Heritage Commission
NAL	Numeric action level
NCCP	Natural Community Conservation Plan
NCP	Nitrate Control Plan
NEPA	National Environmental Policy Act
NFIP	National Flood Insurance Program
$NH_3$	Ammonia
NHPA	National Historic Preservation Act
Nitrogen	A chemical element, commonly used in fertilizer as a nutrient, which is also a component of animal wastes
NMFS	National Marine Fisheries Service
NMP	Nutrient Management Plan

Acronym/Abbreviation	Definition
NMVOC	Nonmethane volatile organic compounds
NO	Nitric Oxide
$NO_2$	Nitrogen Dioxide
NOP	Notice of Preparation
$NO_X$	Nitrogen Oxides
NPDES	National Pollutant Discharge Elimination System
NRC	National Research Council
NRCS	National Resource Conservation Service (formerly, Soil Conservation Service, USDA)
NSR	New Source Review
NUE	Nitrogen use efficiency
NWI	USFWS National Wetland Inventory
$O_3$	Ozone
OPR	Office of Planning and Research
OSAP	Open Space Action Plan, Merced County General Plan
OSDRS	Open Space Development Review System
OWTS	Onsite Wastewater Treatment System
PAR	Preliminary Application Review
Pb	Lead
PEL	Permissible Exposure Limit
$PM_{10}$	Suspended Particulate Matter; Ten micron Particulates
$PM_{2.5}$	Fine Particulate Matter
ppb	Parts per billion
ppm	Parts per million
PRC	Public Resources Code
PRD	Permit Registration Documents
PTO	Permit to Operate
rBGH	Recombinant Bovine Growth Hormone
REAP	Rain Event Action Plan
REL	Reference Exposure Level
RLEP	Ruminant Livestock Efficiency Program
RMP	Representative Monitoring Program
RMR	Risk Management Review
ROG	Reactive Organic Gases
ROWD	Report of Waste Discharge
RPS	Renewables Portfolio Standard
RWCQB	Regional Water Quality Control Board
SCH	State Clearinghouse
SCP	Sediment Control Plan
SDWA	Safe Drinking Water Act
SGMA	Sustainable Groundwater Management Act of 2014
SIP	State Implementation Plan
SJVAB	San Joaquin Air Valley Basin
SJVAPCD	San Joaquin Air Pollution Control District
SLCP	Short-Lived Climate Pollutant Strategy
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Acronym/Abbreviation	Definition
SMARTS	Stormwater Applications and Reports Tracking System
$SO_2$	Sulfur Dioxide
SOx	Sulfur Oxide
SR	State Route
SWEEP	State Water Efficiency and Enhancement Program
SWPPP	Storm Water Pollution Prevention Plan
SWRCB	State Water Resources Control Board
TAC	Toxic Air Contaminants
TBWG	Tricolored Blackbird Working Group
TCBB	Tricolored Blackbird
TDS	Total Dissolved Solids
TID	Turlock Irrigation District
TIWD	Turner Island Water District Groundwater Sustainability Agency
TLV	Threshold Limit Value
TMDL	Total Maximum Daily Load
TMR	Total Mixed Ration
TOG	Total Organic Gases
TSGSP	Turlock Subbasin Groundwater Sustainability Plan
$\mu g/m^3$	Micrograms per Cubic Meter
UBC	Uniform Building Code
UNFCCC	United Nations' Framework Convention on Climate Change
USDA	United States Department of Agriculture
USFDA	United States Food and Drug Administration
USFWS	United States Fish and Wildlife Service
USGS	United States Geological Survey
VDE	Visible Dust Emissions
VELB	Valley elderberry longhorn beetle
VERA	Voluntary Emission Reduction Agreement
VOC	Volatile Organic Compounds
VWC	Valley Water Collaborative
WDR	Waste Discharge Requirement
WMP	Waste Management Plan

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### 1.1 PURPOSE OF THE ENVIRONMENTAL IMPACT REPORT

The evaluation of projects to determine their effects on the physical environment is required by the California Environmental Quality Act (CEQA). When a project could have a significant effect on the environment, the agency with primary responsibility over the approval of the project (the lead agency) is required to prepare an Environmental Impact Report (EIR). As stated in the State CEQA Guidelines Section 15121<sup>1</sup>:

An EIR is an informational document which will inform public agency decision makers and the public generally of the significant environmental effect of a project, identify possible ways to minimize the significant effects, and describe reasonable alternatives to the project. The public agency shall consider the information in the EIR along with other information which may be presented to the agency (when considering whether to approve a project).

An EIR is the public document used to meet these requirements. The EIR must also disclose: significant adverse environmental impacts that cannot be avoided; growth inducing impacts; effects not found to be significant; and the significant cumulative impacts of all past, present and reasonably foreseeable future projects. From this point forward, an "impact" or "significant impact" is assumed to be an adverse effect on the environment.

This EIR is intended to provide information to the public and to decision makers regarding the potential environmental effects of adoption and implementation of the Azevedo Dairy #2 Expansion project. Prior to considering approval of this request, Merced County (County) must certify that this EIR is adequate under CEQA and that County decision makers have considered the information herein. Upon making this finding, the County may then consider approval of the Azevedo Dairy #2 Expansion project further described in the Project Description in Chapter 3.

### 1.2 Type of Environmental Impact Report

This EIR is being prepared as a "Project" EIR pursuant to the State CEQA Guidelines Section 15161. This project EIR is tiered from the EIRs for the 2030 Merced County General Plan (certified on December 10, 2013) and the Merced County Animal Confinement Ordinance Revision as certified and adopted on October 22, 2002. (For a discussion of tiering in this document, see Section 1.5 below.) A project EIR is prepared to examine the environmental impacts of a specific development project. According to the State CEQA Guidelines Section 15161, "(t)his type of EIR should focus primarily on the changes in the environment that would result from the development project. The EIR shall examine all phases of the project, including planning, construction, and operation." This EIR is intended to serve as the environmental document for all activities related to the Azevedo Dairy #2 Expansion project described more fully in the Project Description, including issuance of a Conditional Use Permit and construction and building permits by Merced County, and appropriate permits from the San Joaquin Valley Air Pollution Control District (SJVAPCD) and the California Central Valley Regional Water Quality Control Board (CVRWQCB).

Title 14 California Code of Regulations, Chapter 3, Guidelines for Implementation of the California Environmental Quality Act.

### 1.3 PUBLIC REVIEW AND CEQA PROCESS

CEQA provides three opportunities for public participation during the environmental review process. These points are: (1) during the Notice of Preparation (NOP), when the public and agencies are informed that an EIR is to be prepared and are requested to comment on the scope and contents of the proposed EIR; (2) upon circulation of the Draft EIR when the public and agencies can comment on the adequacy of the environmental document; and (3) finally, after preparation of the Final EIR, when the public and agencies can evaluate the lead agency's responses to comments submitted on the Draft EIR.

In the case of the Antonio Azevedo Dairy #2 Expansion EIR, the Notice of Preparation of an EIR was filed with the Office of Planning and Research (OPR) on July 20, 2022, and the State review period was established as July 22, 2022 to August 22, 2022. The NOP and Initial Study were circulated to the public, local and state agencies, and other interested parties to solicit comments on the proposed project. Environmental issues and alternatives raised by comments received on the NOP during the 30-day public review period were considered for inclusion in the EIR (see Appendices A and B). There were four comments received in response to the NOP. These comments were reviewed, and environmental issues identified in the comment letters were individually referenced in Appendix B to indicate the specific section in the EIR where these issues are addressed.

Pursuant to the State CEQA Guidelines, the focus of this Draft EIR includes the specific issues identified in the NOP, as well as concerns identified in the responses to the NOP.

This Draft EIR will be published and circulated for public comment for a period of 45 days. Written and emailed comments from the public and interested and responsible agencies may be submitted at any time during the comment period. Written and emailed comments should be submitted to:

Merced County
Community and Economic Development Department
2222 'M' Street
Merced, CA 95340
(209) 385-7654
Planning@countyofmerced.com

For emailed comments, please include the phrase, "Azevedo Dairy #2 Expansion EIR" in the subject line.

After the close of the Draft EIR comment period, the County will respond in writing to all comments submitted during that time. The comments and responses will be published for agency and public review prior to the action of the Merced County Planning Commission on certification of the EIR. The Draft EIR, the comments and responses, including any revisions of the Draft EIR contained therein, together with a Mitigation Monitoring and Reporting Program (MMRP) as described below, will constitute the Final EIR that the County will evaluate for certification, based on review and consideration of the EIR and other evidence presented in the public record.

Prior to certification of the EIR, the County will prepare written findings of fact for each significant environmental impact identified in the EIR, which in turn must be supported by substantial evidence in the administrative record. For each significant impact, the County must:

- determine that changes in the project (*typically adopted mitigation measures*) have been made to substantially reduce the magnitude of the impact;
- determine that the changes (*mitigation measures*) to the project are within another agency's jurisdiction, and have been or should be adopted; or,
- find that specific economic, social, legal, technical, or other considerations make mitigation measures or alternatives infeasible (CEQA Guidelines Section 15091(a)).

After considering the Final EIR in conjunction with making findings, if the proposed project would result in significant environmental impacts after imposition of feasible mitigation measures, the County may approve the project if the benefits of the project outweigh the unavoidable environmental effects. Under these circumstances, a Statement of Overriding Considerations would be prepared explaining why the County is willing to accept each significant effect (CEQA Guidelines Section 15093(c)).

CEQA requires that when a public agency makes findings based on an EIR, the public agency must adopt a MMRP based on those measures that the agency has adopted or made a condition of project approval in order to mitigate or avoid significant effects on the environment (California Public Resources Code [PRC] Section 21081.6). The reporting or monitoring plan must be designed to ensure compliance with the adopted measures during project implementation (PRC Section 21081.6). The MMRP for this project will be prepared and circulated under separate cover for consideration by the County in conjunction with certification of the Final EIR.

# 1.4 APPLICATION OF THE 2030 MERCED COUNTY GENERAL PLAN, MERCED COUNTY ANIMAL CONFINEMENT ORDINANCE, AND MERCED COUNTY ZONING CODE

#### 1.4.1 2030 MERCED COUNTY GENERAL PLAN

The 2030 Merced County General Plan guides economic development, land use, agriculture, transportation and circulation, public facilities and services, natural resource, recreation and cultural resources, health and safety, air quality, water, and other matters of public interest and concern. The General Plan is intended to provide for orderly growth, and to convey the community's values and expectations for the future. An EIR for the 2030 General Plan was certified and the General Plan adopted by Merced County in December 2013. A Draft Background Report of existing environmental conditions within the County was finalized in December 2013 with certification of the General Plan EIR. The Background Report functions as the existing setting section for the General Plan EIR. The EIR, including the Background Report as updated, is used in this Azevedo Dairy #2 Expansion EIR, along with other resources, to establish the existing setting for the proposed project. The General Plan EIR will serve as the first tier of environmental analysis for the proposed project, including the evaluation of countywide and cumulative impacts. The 2030 General Plan EIR, including the Background Report, is hereby incorporated by reference pursuant to State CEQA Guidelines Section 15150 as though fully set forth herein. A copy of the General Plan, General Plan EIR, and Background Report can be obtained at the Department of Community and Economic Development, 2222 'M' Street, Merced, CA 95340. These documents are also available for download from the Merced County General Plan website at:

https://www.countyofmerced.com/100/General-Plan

### 1.4.2 MERCED COUNTY ANIMAL CONFINEMENT ORDINANCE AND ZONING CODE

On October 22, 2002, Merced County adopted revisions to the County's Animal Confinement Ordinance (ACO). Additional revisions to the Merced County ACO and Merced County Code (MCC) Chapter 18.10 (Zoning Code Agricultural Zones) were adopted on February 8, 2005 (the text of the ACO is included in Appendix C, bound separately). (The Merced County ACO is included as a chapter of Title 18 Zoning of the MCC.) A comprehensive update and amendment of Title 18 of the MCC was adopted by the Board of Supervisors on October 22, 2019. (No substantive changes were made to the ACO during this update.) The ACO regulates the design, construction, and operation of animal confinement facilities within the county. Because the Ordinance is regulatory rather than permissive, all existing and proposed animal confinement facilities within the county are required to comply with the terms of the Ordinance, including the proposed Azevedo Dairy #2 Expansion project.

Following is a summary of major ACO provisions. Copies of the complete text of the Ordinance are available from: the Merced County Community and Economic Development Department, 2222 'M' Street, Merced, California 95340; Appendix C of this document; and on the County's website at <a href="https://ecode360.com/ME4967">https://ecode360.com/ME4967</a>>

Merced County's ACO provides environmental compliance regulations that affect dairies and other animal confinement facilities in Merced County. The ACO requires that all animal confinement facilities, existing and new, complete and implement a Comprehensive Nutrient Management Plan (CNMP). For the construction of a new confined animal facility, or for modification or expansion of an existing animal confinement facility, the CNMP must be completed prior to construction. The purpose of the CNMP is to ensure a balance between manure/wastewater application and nutrient uptake by crops in order to minimize impacts to groundwater. Since adoption of the ACO, the CVRWQCB issued requirements for the preparation of a Nutrient Management Plan (NMP) and Waste Management Plan (WMP), which together serve in place of the CNMP as allowed by MCC Section 18.64.060 K. Both the NMP and the WMP have been prepared for the Azevedo Dairy #2 Expansion project (see Appendix J, bound separately).

In addition to the CNMP, the ACO includes measures designed to increase protection of surface and groundwater resources. Both liquid and dry manure are regulated by the ACO under detailed management requirements. For example, the ACO prohibits the storage or application of manure (liquid or dry) within 100 feet of a surface water body or irrigation well unless adequate protection is provided. Dry manure storage and application is regulated to prevent groundwater or surface water contamination. In addition, the liquid manure management system must include provisions for appropriate cropland application and collection of tailwater from cropland irrigated with liquid manure. The ACO requires that all off-site discharge of drainage water from cropland application areas meet the discharge and receiving water standards of the appropriate irrigation or drainage district and the CVRWQCB.

The ACO also includes design and management provisions for the construction of retention ponds and settling basins to prevent groundwater contamination, obnoxious odors, or excessive fly or mosquito breeding. The retention pond provisions of the ACO apply only to new or expanding animal confinement facilities. The ACO measures for retention ponds and settling basins include capacity requirements, maintenance guidelines, size restrictions, and minimum design standards of 10<sup>-6</sup> centimeters per second seepage velocity or less. However, the CVRWQCB's Reissued Waste

Discharge Requirements General Order for Existing Milk Cow Dairies (Order R5-2013-0122)<sup>2</sup> establishes performance standards for new wastewater ponds that are more stringent and replace the ACO requirements.

To prevent nuisances from odors or vectors, the ACO requires animal confinement facilities to implement both odor control measures and a vector control plan. The need for specific control measures is determined by the Merced County Division of Environmental Health (DEH) on a site-specific basis. Additionally, the ACO prohibits the location of new animal confinement facilities within one-half mile of urban areas, areas zoned for residential uses, or concentrations of rural residences. To provide additional protection from the nuisances mentioned above, the ACO generally prohibits the location of animal confinement facilities within 1,000 feet of an off-site residence, unless written permission from the off-site resident or property owner is given.

The ACO regulates the design, construction, and operation of animal confinement facilities within the County; all existing and proposed animal confinement facilities within the County are required to comply with the terms of the Ordinance, including the Azevedo Dairy #2 Expansion project. To ensure compliance with the provisions of the ACO, the Ordinance requires routine inspections of animal confinement facilities by Merced County DEH. Enforcement of the provisions contained in the revised ACO is conducted by Merced County DEH and the Community and Economic Development Department. In addition, the ACO includes penalties for any person who violates or fails to comply with the provisions of the ACO.

# 1.5 TIERING FROM BOTH THE 2030 MERCED COUNTY GENERAL PLAN EIR AND THE MERCED COUNTY ANIMAL CONFINEMENT ORDINANCE EIR

"Tiering" refers to the relationship between a program-level EIR (where long-range programmatic cumulative impacts are the focus of the environmental analysis) and subsequent environmental analyses such as this subject document, which focuses primarily on issues unique to a smaller project within the larger program or plan pursuant to Section 15168 of the State CEQA Guidelines. Through tiering, a subsequent environmental analysis can incorporate, by reference, discussion that summarizes general environmental data found in the program EIR that establishes cumulative impacts and mitigation measures, the planning context, and/or the regulatory background. These broad-based issues need not be reevaluated subsequently, having been previously identified and evaluated at the program stage.

Tiering focuses the environmental review on the project-specific significant effects that were not examined in the prior environmental review or are susceptible to substantial reduction or avoidance by specific revisions in the project, by the imposition of conditions, or by other means. Section 21093(b) of the Public Resources Code requires the tiering of environmental review whenever feasible, as determined by the Lead Agency.

As stated above, this project EIR is tiered from the EIRs for the 2030 Merced County General Plan (certified on December 10, 2013) and the Merced County Animal Confinement Ordinance Revision as certified and adopted on October 22, 2002, as summarized below.

For additional discussion of the General Order, see Section 3.5.1, *Project Permitting History*, and Section 3.8, Required Approvals, Other Processes, and Consultations, and Chapter 10, Hydrology and Water Quality, of this EIR.

### 1.5.1 MERCED COUNTY ANIMAL CONFINEMENT ORDINANCE REVISION EIR

The Merced County Board of Supervisors certified the EIR and adopted the revised ACO on October 22, 2002 (SCH #2000072024). The environmental conclusions of the 2002 EIR were subsequently reconfirmed in an Addendum to the EIR prepared and certified by the County on February 8, 2005. The ACO EIR comprehensively evaluated the potential environmental effects of implementing the revisions to the ACO and from approval of new or expanding animal confinement facilities. The ACO EIR identified a number of mitigation measures that would reduce the magnitude of these potential effects. Those measures were subsequently adopted by the County as conditions of approval for the revisions to the ACO, and a Mitigation Monitoring and Reporting Program was adopted. Because the Azevedo Dairy #2 Expansion project is subject to the requirements of the ACO for new and expanding animal confinement facilities, those previously adopted mitigation measures and conditions apply to the Azevedo Dairy #2 Expansion project, and would continue to apply after approval of the currently requested actions.

#### INCORPORATION OF THE ANIMAL CONFINEMENT ORDINANCE EIR BY REFERENCE

The EIR for the ACO Revision contains a comprehensive analysis of environmental effects for new and expanding animal confinement facilities in Merced County, including a cumulative analysis of herd forecast conditions. The 2030 General Plan EIR updated and expanded the environmental analyses and conclusions presented in the 2002 ACO EIR regarding the cumulative condition for all project types, including proposed and expanding dairy facility projects such as the Azevedo Dairy #2 Expansion project. Because of its importance relative to understanding the environmental analysis that has occurred to date with respect to the potential environmental impacts associated with the construction and operation of animal confinement facilities in Merced County, the ACO EIR is hereby incorporated by reference pursuant to State CEQA Guidelines Section 15150 as though fully set forth herein. A copy of the ACO EIR can be reviewed at the Merced County Division of Environmental Health, 2222 M Street, Merced CA 95340.

# SUMMARY OF THE IMPACTS ANALYSIS OF THE ANIMAL CONFINEMENT ORDINANCE EIR

The ACO EIR presents an assessment of the environmental impacts associated with the adoption of the ACO revisions in addition to construction and operation of animal confinement facilities in Merced County. The ACO EIR evaluated the environmental impacts of new and expanding animal confinement facilities on a comprehensive basis, including discussion of the full range of impacts that would occur because of future development.

The ACO EIR identified potential significant environmental impacts arising from construction and operation of animal confinement facilities for the following issue areas:

**Aesthetics**: light and glare.

Air Quality: fugitive dust emissions from construction activities; exhaust emissions related to construction activities; ozone precursor emissions from dairy operations, farm equipment, and increased traffic; PM<sub>10</sub> emissions from fugitive dust during project operations; ammonia and hydrogen sulfide emissions from project operations; adverse odor from project operations; and cumulative increased emissions of criteria air pollutants.

**Biological Resources**: loss and/or degradation of riparian habitat; loss of special-status species; loss of wildlife habitat; loss and/or modification to wetlands; interference with the activities of night-active wildlife; potential interference with animal movement/migration patterns; potential selenium and heavy metals effects to biological resources; and cumulative impacts to biological resources.

**Cultural Resources**: disruption of known and unknown cultural resources; and cumulative impacts to unknown cultural resources.

**Geology**: construction storm water quality; embankment failure; seismic damage; and cumulative impacts to geological resources.

Hazards, Hazardous Materials & Human Health: mosquitoes; flies; manure pathogens; residual manure at closed facilities; and cumulative impacts from hazards.

Hydrology and Water Quality: development in the zone of high sensitivity to groundwater contamination; modification of surface water drainage patterns; increase in runoff; exposure to flood risks; water supply well pathways for pollutant migration; and cumulative impacts to groundwater resources.

**Land Use**: land use conflicts with urban and sensitive land uses; land use conflicts with rural residences; and cumulative impacts involving land use conflicts.

Mineral Resources: loss of mineral resources; and cumulative loss of mineral resources.

**Noise**: creation of excessive noise levels; and cumulative noise impacts.

**Transportation and Circulation**: traffic and roadway effects; and cumulative impacts to traffic and circulation.

**Utilities and Service Systems**: interference with irrigation district facilities; and cumulative impacts to utilities and service systems.

#### 1.5.2 2030 MERCED COUNTY GENERAL PLAN EIR

The Merced County Board of Supervisors certified the EIR and adopted the 2030 General Plan on December 10, 2013 (SCH #2011041067). The 2030 General Plan regulates the location, use, design, construction, and operation of developed land uses within the County; all existing and proposed land uses within the County are required to comply with the goals and policies of the 2030 General Plan, including the Azevedo Dairy #2 Expansion project. To reflect this, the requirements of the 2030 General Plan and conclusions of the environmental analysis contained in the 2030 General Plan EIR were incorporated into this EIR.

The 2030 General Plan EIR comprehensively evaluated the potential environmental effects of implementing the 2030 General Plan and from the approval of new or modified land uses. The 2030 General Plan EIR identified a number of mitigation measures that would reduce the magnitude of these potential effects. Those measures were subsequently adopted by the County in its approval of the 2030 General Plan, and a Mitigation Monitoring and Reporting Program was adopted. Because the Azevedo Dairy #2 Expansion project is consistent with, and implements, the 2030 General Plan, those previously adopted mitigation measures and conditions apply to the Azevedo Dairy #2

Expansion project, and would continue to apply after approval of the currently requested actions. Therefore, the Azevedo Dairy #2 Expansion project is related to the 2030 General Plan EIR and, pursuant to Section 15152(a) of the CEQA Guidelines, tiering of environmental documents is appropriate.

The 2030 General Plan EIR can be reviewed at the location set forth above.

# INCORPORATION OF THE 2030 MERCED COUNTY GENERAL PLAN EIR BY REFERENCE

Based on the reasoning set forth above, this environmental evaluation implements, and is consistent with, the environmental conclusions, mitigation measures, and study protocols adopted by Merced County in its certification of the 2030 General Plan EIR and its approval of the 2030 Merced County General Plan. Because of its importance relative to understanding the environmental analysis that has occurred to date with respect to the potential environmental impacts associated with the construction and operation of developed land uses in Merced County, the 2030 General Plan EIR is hereby incorporated by reference pursuant to CEQA Guidelines Section 15150 as though fully set forth herein.

# SUMMARY OF THE IMPACT ANALYSIS OF THE 2030 MERCED COUNTY GENERAL PLAN EIR

The 2030 Merced County General Plan EIR presents an assessment of the environmental impacts associated with the implementation of the General Plan and land uses developed consistent with the Plan in Merced County. The EIR evaluated the environmental impacts of the Plan on a comprehensive basis, including discussion of the full range of impacts that would occur because of future development. The EIR identified potential significant environmental impacts arising from implementation of the General Plan and land uses developed consistent with the Plan for the following issue areas:

**Aesthetics**: light and glare; and cumulative impacts to visual quality.

**Agriculture and Forestry:** conversion of Important Farmland to non-agriculture use; conflict with zoning for agricultural use or provisions of the Williamson Act; land use changes that would result in conversion of farmland to non-agricultural uses from urban development; land use changes that would result in conversion of farmland to non-agricultural uses due to the Minor Subdivision of Rural Parcels or due to inadequate parcel sizes; and cumulative impacts to agricultural resources.

Air Quality: operational emissions of PM<sub>10</sub> and PM<sub>2.5</sub> associated with General Plan buildout; health risks associated with locating sensitive receptors near high volume roads; cumulative impacts to air quality.

**Biological Resources**: adverse effects to special status species and sensitive habitats due to conversion of farmlands and open space; adverse effect on wetlands, riparian habitat, and other sensitive natural communities; loss or modification of federally protected wetlands; interference with animal movement/migration patterns; cumulative impacts to biological resources.

**Cultural Resources**: adverse changes to the significance of a historical resource; adverse change in the significance of archaeological resources, paleontological resources, unique geological features, or disturbances to human remains; degradation or loss of traditional cultural properties where Native American customs and traditions are practiced; cumulative impacts to cultural resources.

**Geology**: use of septic tanks or alternative wastewater disposal systems in unfit soils that may result in increased nutrients or other pollutants reaching and damaging groundwater resources.

Global Climate Change: increase in GHG emissions associated with 2030 General Plan buildout; increase in GHG emissions that would conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions; cumulative impacts to global climate change.

**Hazards and Hazardous Materials:** projects located on a site that is included on a list of hazardous materials sites resulting in a significant hazard to the public or to the environment; projects located within an airport land use plan or within the vicinity of a public or private airport resulting in a safety hazard for people working or residing in the area.

Hydrology and Water Quality: depletion of groundwater supplies or interference with groundwater recharge; modification of surface water drainage patterns resulting in detrimental flooding or substantial erosion or siltation; cumulative impacts to hydrology and water quality.

Land Use Compatibility: physical division of an established community.

Mineral Resources: loss of mineral resources; and cumulative loss of mineral resources.

**Noise**: permanent increase in ambient noise levels; traffic noise level increases at existing sensitive uses caused by development consistent with the 2030 General Plan; exposure of people to, or generation of excessive groundborne vibration or groundborne noise levels; cumulative impacts to noise.

**Population and Housing:** inducement of population growth, directly or indirectly.

**Transportation and Circulation**: conflict with an applicable plan, ordinance or policy establishing measures of effectiveness of county roads, State Highways, or streets within incorporated cities in Merced County; increase hazards due to a design feature or incompatible uses; inadequate emergency access; conflict with policies, plans or programs regarding public transit, bicycle, or pedestrian facilities, or decrease the performance or safety of those facilities; cumulative impacts to transportation and circulation.

**Utilities and Service Systems**: sufficient water supply resources available to accommodate continued development through buildout of the 2030 General Plan; cumulative impacts to utilities and service systems.

**Other CEQA Topics:** cumulative impacts to growth inducement and irreversible environmental changes.

### 1.6 EIR ORGANIZATION

This Draft EIR is organized into fifteen chapters, each dealing with a separate aspect of the required content of an EIR as described in the State CEQA Guidelines. To help the reader locate information of particular interest, a brief summary of the contents of each section of the EIR is provided. The following sections are contained within the EIR:

**Table of Contents:** Provides a listing of content in the EIR, including environmental issue areas, appendices to support the EIR, tables and figures in the EIR, and a list of frequently used acronyms and abbreviations used in this EIR.

**Chapter 1: Introduction** provides an overview of the purpose of the EIR, the scope of this EIR, the environmental review process for the EIR and the proposed project, the general format of the document, and frequently used terms.

Chapter 2: Executive Summary contains a summary of environmental impacts, proposed mitigation, level of significance after mitigation, and unavoidable impacts. Also contained within this section are a summary description of project alternatives, potential cumulative impacts, and any areas of controversy regarding the proposed project known to the lead agency.

Chapter 3: Project Description defines the project location, summarizes components of the proposed project, outlines the project objectives, and describes the required approvals for the proposed project.

Chapter 4: Introduction to the Environmental Impact Report describes the framework of analysis contained in chapters 5 through 11 and includes project development standards required by the County. This chapter also contains a discussion of the relationship of the proposed project to the policies and procedures of the Merced County General Plan, the Merced County ACO, a chapter of the Merced County Zoning Code, and other provisions of the Merced County Zoning Code.

Chapters 5 through 11: These chapters describe and evaluate individual environmental issue areas, including the existing environmental setting and background, applicable environmental thresholds, environmental impacts associated with the project, policy considerations related to the particular environmental issue area under analysis, and mitigation measures to reduce environmental impacts.

Chapter 12: Required CEQA Analyses provides an analysis of the proposed project's potential growth-inducing and cumulative impacts, significant and unavoidable impacts, environmental effects of the project found not to be significant, and irreversible changes to the natural environment resulting from the proposed project.

Chapter 13: Alternatives Analysis analyzes feasible alternatives to the proposed project, including the No Project Alternative and any feasible project alternatives necessary to reduce or avoid identified significant project impacts.

**Chapter 14: List of Preparers** identifies all individuals responsible for the preparation of this report, including names of the EIR authors and consultants.

**Chapter 15: References** compiles a list of all documents used and persons, organizations, or agencies consulted in the preparation of this EIR.

**Appendices** set forth data supporting the analysis or contents of this EIR (such as the IS/NOP and technical studies).

### 1.7 Frequently Used Terms

**Implementation** - This term implies that something is constructed and becomes operational, or becomes effective.

**Project Site** - The existing Azevedo Dairy #2 and the site of the proposed expansion are located on ≈33 acres of an existing farm totaling 119 acres in unincorporated Merced County. The dairy project site is located on the east side of State Route (SR) 59 (or Highway 59), 0.6 miles south of East Sandy Mush Road in the El Nido area of the County. For the purposes of this EIR, the "project site" refers to the area of active dairy facilities. For more information regarding the location and area of the project, see Chapter 3, *Project Description*.

**Project Area** - Throughout this document, "project area" refers to all parcels that are part of the project, including the active dairy facilities and associated cropland. This includes the  $\approx 33$  acres of active dairy facilities, the  $\approx 82$  acres of the project area that are currently used for the production of crops and the application of manure process water and/or solid manure, and the remaining project acres consisting of field roads and ancillary farm uses.

**Less-than-Significant Impact** - A less-than-significant impact is an impact that would not result in a substantial and adverse change in the environment and would not require mitigation.

Significant Impact - CEQA (PRC Section 21068) defines a significant impact as that which has "a substantial, or potentially substantial, adverse change in any of the physical conditions within the area affected by the project." Levels of significance can vary by project, based on the change in the existing physical condition and the "...substantial body of opinion that considers or will consider the effect to be adverse..." The State CEQA Guidelines provide a list of consequences that would normally be regarded as having a significant effect on the environment. This EIR uses the CEQA definition of significant impacts together with the local environmental standards established by the County. Mitigation measures are proposed, when feasible, to reduce the magnitude of significant impacts.

**Significant and Unavoidable Impact** - A significant and unavoidable impact is one that would result in a substantial adverse effect on the environment which could not be mitigated to a less-than-significant level. A project could still proceed where significant and unavoidable impacts have been identified, but the County would then be required to prepare a Statement of Overriding Considerations, pursuant to State CEQA Guidelines Section 15093, that would explain why the County would proceed with the project despite the occurrence of the unavoidable impacts.

Introduction

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### 2.1 PROJECT SUMMARY

The Antonio Azevedo Dairy #2 is located on approximately 33 acres of an existing farm totaling 119 acres in unincorporated Merced County. The dairy project site is located on the east side of State Route 59, 0.6 miles south of East Sandy Mush Road in the El Nido area of the County. The project cropland application area consists of ≈82 acres located on a portion of the dairy parcel.

Conditional Use Permit CUP20-004 proposes to modify and expand the existing dairy to house 3,000 milk cows, 500 dry cows, and 500 bred heifers. Considering the existing animals at the dairy facility, the proposed expansion would represent an increase of 1,265 animals from existing numbers. The proposed project would include the addition of a new concrete manure storage area and a new mechanical separator. No new buildings are proposed with this project. Construction of the proposed facilities would result in the conversion of approximately two acres of cropland to dairy facilities. Crops grown on site would continue to be used for dairy feed crops and supplement imported grain and hay.

### 2.2 SUMMARY OF PROJECT ALTERNATIVES

Section 15126.6 of the California Environmental Quality Act (CEQA) Guidelines requires that an Environmental Impact Report (EIR) describe and comparatively evaluate a range of reasonable alternatives to a project that would feasibly attain most of the basic objectives of the project but would avoid or substantially lessen any of the significant effects of the project. Thus, the range of alternatives evaluated in the following analysis is dictated by the range of significant impacts identified in this EIR, and evaluated alternatives are limited to those that would reduce or eliminate identified environmental impacts. As discussed in this EIR, the secondary and cumulative impacts of implementing the Antonio Azevedo #2 Expansion project would lead to significant adverse and unavoidable impacts. Accordingly, four alternatives, including the required No Project alternative, listed below, were formulated to illustrate the range of projects that could be implemented as an alternative to the proposed Antonio Azevedo Dairy #2 Expansion project.

- Alternative 1 No Project Alternative
- Alternative 2 On-Site Anaerobic Digester Alternative
- Alternative 3 Dairy Digester Cluster Alternative
- Alternative 4 Air Emissions Limited Herd Size

Based on the comparative evaluation contained in the EIR, other than the No Project Alternative, Alternative 4 – Air Emissions Limited Herd Size Alternative would reduce the magnitude of the most impacts. Several of the significant impacts identified for the project would be reduced, but not eliminated, with implementation of Alternative 4. Alternative 4 would be the environmentally superior alternative.

### 2.3 AREAS OF CONTROVERSY/ISSUES TO BE RESOLVED

The potential areas of controversy and issues to be resolved through the EIR process were derived from analysis conducted during preparation of the Notice of Preparation (NOP) (See Appendix A, *Notice of Preparation and Initial Study*), and review of responses received from public agencies and the public during circulation of the NOP. These areas are summarized as follows:

- Short-term construction air quality impacts and long-term air quality impacts from an
  increase in operational emissions, including generation of odors (see Chapter 5, Air
  Quality and Odors).
- Potential inconsistency with state and federal air quality attainment requirements (see Chapter 5, *Air Quality and Odors*).
- Biological resources impacts from construction activities (see Chapter 6, *Biological Resources*).
- Cultural resources impacts from site clearing, grading, and other ground disturbing activities (see Chapter 7, *Cultural Resources and Tribal Cultural Resources*).
- Compliance with tribal consultation requirements, as applicable (see Chapter 7, *Cultural Resources and Tribal Cultural Resources*).
- Greenhouse gas emissions from direct and indirect sources (see Chapter 8, *Greenhouse Gas Emissions and Energy Use*).
- Potential inconsistency with the State's climate goals (see Chapter 8, *Greenhouse Gas Emissions and Energy Use*).
- Potential generation of nuisance insects (see Chapter 9, Nuisance Conditions from Insects).
- Violation of water quality standards, depletion of groundwater, groundwater and surface water contamination, and impacts to water quality at off-site locations (see Chapter 10, Hydrology and Water Quality).
- Potential incompatibility with Merced County planning documents (see Chapter 11, *Land Use Compatibility*).
- Conflict with Merced County Zoning Code and Animal Confinement Ordinance requirements, and land use incompatibility with surrounding residences and communities (see Chapter 11, *Land Use Compatibility*).
- Cumulative impacts of dairy expansion proposals in Merced County (see Chapter 12, Require CEQA Analyses).

#### 2.4 SUMMARY OF ENVIRONMENTAL IMPACTS AND MITIGATION MEASURES

Table 2-1 presents a summary of project impacts and proposed mitigation measures that would avoid or minimize potential impacts. The level of significance for each environmental impact is indicated both before and after mitigation. For a detailed discussion of the proposed project impacts and mitigation measures, see Chapters 5 through 11 of the Draft EIR.

	Lev	el of		Lev	el of
Environmental Impact		icance fore	Summary of Mitigation Measure/Alternative	Significance After	
	Mitig				gation
	LS	PS		LS	SU
Air Quality and Odors (EIR Chapter 5)					
Impact AQ-1: Construction-related air emissions	LS		Recommended Measure AQ-1a: The applicant shall provide a Dust Control Plan approved by the SJVAPCD to the County, and implement all measures of applicable SJVAPCD Rules and Regulations.  Recommended Measure AQ-1b: The applicant should use the cleanest available off-road construction equipment to reduce impacts from construction-related diesel exhaust emissions.	LS	
Impact AQ-2: Carbon monoxide emissions from operational equipment and increased traffic	LS		Mitigation Measure AQ-2: None required.	LS	
Impact AQ-3: Ozone precursor emissions from dairy operations, farm equipment, and increased traffic		PS	Mitigation Measure AQ-3: The applicant shall consult with the SJVAPCD regarding the establishment of a Voluntary Emissions Reduction Agreement between the applicant and the SJVAPCD.		SU
			Implementation of Alternative 1, No Project, would reduce the magnitude and significance of this effect.	LS	
			Implementation of Alternative 2, On-Site Anaerobic Digester, would potentially increase the magnitude but not the significance of this effect.		SU
			Implementation of Alternative 3, Dairy Digester Pipeline Cluster, would not change the significance of this effect.		SU
			Implementation of Alternative 4, Limited Herd Size, would reduce the magnitude and significance of this effect.	LS	
Impact AQ-4: PM <sub>10</sub> and PM <sub>2.5</sub> emissions from fugitive dust during project operations	LS		Mitigation Measure AQ-4: None required.	LS	
Impact AQ-5: Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations		PS	Mitigation Measure AQ-5a: The applicant shall implement restrictions to on-site residences to minimize the exposure of sensitive persons to hazardous air pollutants and reduce potential cancer risk to acceptable levels.	LS	

Environmental Impact		el of icance fore gation	Summary of Mitigation Measure/Alternative		vel of ficance fter gation
	LS	PS	Mitigation Measure AQ-5b: The applicant shall apply SJVAPCD-approved control measures to reduce	LS	SU
	1.0		PM <sub>10</sub> emissions below SJVAPCD health risk thresholds.	1.0	
Impact AQ-6: Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants	LS		Mitigation Measure AQ-6: None required.	LS	
Impact AQ-7: Adverse odor from project operations	LS		Mitigation Measure AQ-7: None required.	LS	
Impact AQ-8: Health impacts due to Valley	LS		Recommended Measure AQ-8a:	LS	
Fever			Implement Recommended Measure AQ-1, which requires receipt of a SJVAPCD approved Dust Control Plan.		
			Recommended Measure AQ-8b:		
			Implement the Dust Control Plan, which shall include controls and work practices that reduce workers' exposure.		
			Recommended Measure AQ-8c:		
			Provide training and personal protective respiratory equipment to construction workers regarding Valley Fever.		
Impact AQ-9: Health effects as a result of exposure to bioaerosols during dairy operations	LS		Mitigation Measure AQ-9: None required.	LS	
Impact AQ-10: Conflict with or obstruct implementation of the applicable air quality plan	LS		Mitigation Measure AQ-10: None required.	LS	
Biological Resources (EIR Chapter 6)		•			
Impact BIO-1: Nest disturbance and loss of foraging habitat for Swainson's hawk		PS	Mitigation Measure BIO-1a:  Protocol Surveys: A qualified biologist shall conduct protocol surveys if work begins between March 1 and August 30. Mitigate for loss of Swainson's hawk nesting habitat.  Mitigation Measure BIO-1b:  Nest Avoidance: Implement measures to minimize potential impacts to Swainson's Hawk nests.	LS	

Environmental Impact	Signif Bet	el of icance fore gation	Summary of Mitigation Measure/Alternative	Signi A	rel of ficance fter gation
	LS	PS		LS	SU
			Mitigation Measure BIO-1c: Foraging Impacts: The project applicant shall consult with CDFW to determine if mitigation is necessary for the loss of approximately 26 acres of potential Swainson's hawk foraging habitat, and implement measures as required.		
Impact BIO-2: Impacts to giant gartersnake		PS	Mitigation Measure BIO-2a: Complete an Environmental Awareness Training Program. Mitigation Measure BIO-2b: Construction shall occur between May and October. Conduct preconstruction surveys and notify agencies if giant gartersnake is observed.	LS	
Impact BIO-3: Impacts to burrowing owl		PS	Mitigation Measure BIO-3a: Implement MM BIO-2a, which requires an Environmental Awareness Training Program. Mitigation Measure BIO-3b: Complete focused surveys for burrowing owl, and establish buffers as necessary.	LS	
Impact BIO-4: Impacts to the San Joaquin kit fox and/or American badger		PS	Mitigation Measure BIO-4a: Implement MM BIO-2a, which requires an Environmental Awareness Training Program. Mitigation Measure BIO-4b: The project applicant must follow the USFWS guidelines for protection of San Joaquin Kit Fox. Measures include preconstruction surveys for the kit fox and badger, preventative measures to avoid potential impacts to these species, and compulsory action should any animal be encountered.	LS	
Impact BIO-5: Loss of nesting habitat for tricolored blackbird		PS	Mitigation Measure BIO-5a: Implement MM BIO-2a. Mitigation Measure BIO-5b: If a TCBB nest colony is discovered during preconstruction surveys during the breeding season (February 15 through September 15), CDFW will be consulted to determine the appropriate actions or required mitigation.	LS	

Environmental Impact	Level of Significance Before Mitigation		Summary of Mitigation Measure/Alternative		Level of Significance After Mitigation	
	LS	PS		LS	SU	
Impact BIO-6: Loss of foraging and nesting habitat for sensitive and migratory bird species		PS	Mitigation Measure BIO-6: Conduct a preconstruction survey to determine the presence of nesting birds for any ground clearing or construction activities that will be initiated during the breeding season (February 15 through September 15). Implement measures to reduce project-related impacts to active bird nests and to reduce the potential for construction activities to interrupt breeding and rearing behaviors of birds.	LS		
Impact BIO-7: Loss and/or degradation of special-status plant species	LS		Mitigation Measure BIO-7: None required.	LS		
Impact BIO-8: Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities; loss or modification of wetlands	LS		Mitigation Measure BIO-8: None required.	LS		
Impact BIO-9: Interference with night-active wildlife or migrating birds	LS		Recommended Measure BIO-9: The project applicant shall develop a Lighting Plan to minimize or shield existing lighting to maintain lighting within developed areas of the dairy.	LS		
Impact BIO-10: Potential selenium and heavy metals effects to on-site biological resources	LS		Mitigation Measure BIO-10: None required.	LS		
Impact BIO-11: Conflict with local policies or ordinances protecting biological resources	LS		Mitigation Measure BIO-11: None required.	LS		
Cultural Resources and Tribal Cultural Resources	(EIR C	hapter 7)				
Impact CUL-1: Cause a substantial adverse change in the significance of a historical or archaeological resource		PS	Mitigation Measure CUL-1:  The project applicant and construction contractor shall implement a plan to address discovery of unanticipated cultural or paleontological resources. If any features are discovered, work shall be suspended until a qualified archaeologist assesses the discovery and provides consultation with appropriate agencies. Appropriate mitigation shall be implemented as advised.	LS		

Environmental Impact	Level of Significance Before Mitigation		Summary of Mitigation Measure/Alternative		Level of Significance After Mitigation	
	LS	PS		LS	SU	
Impact CUL-2: Result in the accidental discovery and disturbance of human remains		PS	Mitigation Measure CUL-2a: The project applicant and construction contractor shall implement the plan to address discovery of unanticipated cultural resources set forth in MM CUL-1.	LS		
			Mitigation Measure CUL-2b:			
			The project applicant and construction contractor shall implement a plan to address discovery of human remains. In the event human remains are discovered, no further disturbance shall occur until the county coroner has made the necessary findings as to the origin and disposition of the remains, and notified the appropriate parties.			
Impact CUL-3: Cause a substantial adverse change in the significance of a tribal cultural resource	LS		Mitigation Measure CUL-3: None required.	LS		
Greenhouse Gas Emissions and Energy Use (EIR	Chapter	r 8)				
Impact GHG-1: Greenhouse gas emissions from project construction and operation	LS		Mitigation Measure GHG-1: None required.	LS		
Impact GHG-2: Wasteful or inefficient consumption of energy	LS		Mitigation Measure GHG-2: None required.	LS		
Impact GHG-3: Conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions, or conflict with or obstruct a state or local plan for renewable energy or energy efficiency	LS		Mitigation Measure GHG-3: None required.	LS		
Nuisance Conditions from Insects (EIR Chapter 9	9)	l .	1		1	
Impact HAZ-1: Increased fly production and related nuisance effects	LS		Mitigation Measure HAZ-1: None required.	LS		
Impact HAZ-2: Create significant nuisance conditions due to increased mosquito production	LS		Mitigation Measure HAZ-2: None required.	LS		

Environmental Impact	Level of Significance Before Mitigation		Summary of Mitigation Measure/Alternative	Level of Significance After Mitigation	
	LS	PS		LS	SU
Hydrology and Water Quality (EIR Chapter 10)					
Impact HYD-1: Degradation of water quality due to storm water runoff during project construction	LS		Recommended Measure HYD-1: The project applicant shall Submit permit registration documents for the Construction General Permit Order 2022-0057-DWQ to the SWRCB, and comply with all requirements of the permit.	LS	
Impact HYD-2: Degradation of surface water quality from project operations		PS	Mitigation Measure HYD-2: The project operator shall not apply manure or wastewater to Field 1 until adequate tailwater improvements have been installed to prevent discharge to surface waters.	LS	
Impact HYD-3: Groundwater contamination from project operations		PS	Mitigation Measure HYD-3a: The CVRWQCB should develop a revised Dairy General Order with updated standards that apply to all confined animal facilities within the Central Valley.		SU
			Mitigation Measure HYD-3b: The project applicant shall implement BMPs to prevent contamination of groundwater.		
			Mitigation Measure HYD-3c: The CVRWQCB should issue interim individual WDRs. The applicant shall comply with requirements of the NMP/WMP, the interim individual WDR, and all Merced County ACO requirements not superseded by the conditions of the interim individual WDR.		
			Mitigation Measure HYD-3d:		
			The project applicant shall apply liquid and solid manure to not exceed agronomic rates as set forth in the NMP, and shall confirm agronomic rates with soil testing as described in the NMP.		
			Mitigation Measure HYD-3e: The applicant shall comply with the Salt and Nitrate Control Program requirements to protect surface waters and groundwater from salts and nitrates in wastewater, as set forth in Board Resolution R5-2020-0057.		
			Mitigation Measure HYD-3f: The project applicant shall maintain continued membership in the groundwater monitoring network or install a site-specific groundwater monitoring system.		

Environmental Impact	Level of Significance Before Mitigation		Summary of Mitigation Measure/Alternative		Level of Significance After Mitigation	
	LS	PS		LS	SU	
			Mitigation Measure HYD-3g:  The project applicant shall continue groundwater monitoring of the onsite domestic and irrigation wells, and develop an updated well monitoring schedule and submit to the County DEH.			
			Mitigation Measure HYD-3h: After monitoring, if groundwater contamination is shown, the project applicant may be required to submit a new ROWD to the CVRWQCB.			
			Mitigation Measure HYD-3i: The Department of Community and Economic Development and the DEH shall make a final inspection of the facility to confirm the dairy meets local and state requirements.			
			Mitigation Measure HYD-3j: During construction, all soils that contain manure or process water residue shall be maintained on the project site.			
			Implementation of Alternative 1, No Project, would reduce the magnitude and significance of this effect.	LS		
			Implementation of Alternative 2, On-Site Anaerobic Digester, would reduce the magnitude and the significance of this effect.		SU	
			Implementation of Alternative 3, Dairy Digester Pipeline Cluster, would reduce the magnitude and the significance of this effect.		SU	
			Implementation of Alternative 4, Limited Herd Size, would reduce the magnitude but not the significance of this effect.		SU	
Impact HYD-4: Decrease groundwater supplies	LS		Mitigation Measure HYD-4: None required.	LS		
Impact HYD-5: Modification of surface water drainage patterns and an increase in runoff	LS		Mitigation Measure HYD-5: None required.	LS		
Impact HYD-6: Risk release of pollutants due to project inundation in flood zones		PS	Mitigation Measure HYD-7: Implement flood protection report measures.	LS		
Impact HYD-7: Water supply pathways for pollutant migration	LS		Mitigation Measure HYD-8: None required.	LS		

Environmental Impact		el of icance fore gation	Summary of Mitigation Measure/Alternative		Level of Significance After Mitigation	
	LS	PS		LS	SU	
Impact HYD-8: Impacts to water quality at off- site locations as a result of project operations		PS	Mitigation Measure HYD-8:  The project applicant shall obtain written agreement from the recipients of manure exported off site, and provide the most recent analysis of the dry manure, in writing, to the manure recipient.		SU	
			Implementation of Alternative 1, No Project, would reduce the magnitude and significance of this effect.	LS		
			Implementation of Alternative 2, On-Site Anaerobic Digester, would reduce the magnitude and the significance of this effect.		SU	
			Implementation of Alternative 3, Dairy Digester Pipeline Cluster, would reduce the magnitude and the significance of this effect.		SU	
			Implementation of Alternative 4, Limited Herd Size, would reduce the magnitude but not the significance of this effect.		SU	
Impact HYD-9: Conflict with or obstruct implementation of a water quality control plan or sustainable groundwater management plan		PS	Mitigation Measure HYD-9a: Implement MM HYD-3, which requires compliance with Merced County and RWQCB regulations to minimize impacts to surface and groundwater quality.  Mitigation Measure HYD-9b: Implement MM HYD-8, which requires compliance with Merced County and RWQCB regulations to minimize impacts to surface and groundwater		SU	
			quality from manure applied to cropland off site.  Implementation of Alternative 1, No Project, would reduce the magnitude	LS		
			and significance of this effect.  Implementation of Alternative 2, On-Site Anaerobic Digester, would reduce the magnitude and the significance of this effect.		SU	
			Implementation of Alternative 3, Dairy Digester Pipeline Cluster, would reduce the magnitude and the significance of this effect.		SU	
			Implementation of Alternative 4, Limited Herd Size, would reduce the magnitude but not the significance of this effect.		SU	
Land Use Compatibility (EIR Chapter 11)						
Impact LU-1: Consistency with Merced County Land Use Plans and policies adopted to protect the environment, including setback standards	LS		Mitigation Measure LU-1: None required.	LS		

Environmental Impact		el of icance fore gation	Summary of Mitigation Measure/Alternative	Level of Significance After Mitigation	
	LS	PS		LS	SU
Impact LU-2: Land use compatibility with existing off-site residential uses adjacent to the project area	LS		Mitigation Measure LU-2: None required.	LS	
Impact LU-3: Land use compatibility with existing parks or wildlife uses adjacent to the project area	LS		Mitigation Measure LU-3: None required.	LS	
Cumulative Impacts				<u>'</u>	•
Aesthetics	LS		No cumulatively considerable contribution.	LS	
Agricultural Resources	LS		No cumulatively considerable contribution.	LS	
Air Quality		PS	The project would have a cumulatively considerable contribution.		SU
Biological Resources	LS		No cumulatively considerable contribution.	LS	
Cultural Resources	LS		No cumulatively considerable contribution.	LS	
Geological and Mineral Resources	LS		No cumulatively considerable contribution.	LS	
Greenhouse Gas Emissions			See Impact GHG-1		
Hazards (Nuisance Insects)	LS		No cumulatively considerable contribution.	LS	
Hydrology and Water Quality		PS	The project would have a cumulatively considerable contribution.		SU
Land Use	LS		No cumulatively considerable contribution.	LS	
Noise	LS		No cumulatively considerable contribution.	LS	
Population and Housing	LS		No cumulatively considerable contribution.	LS	
Public Services	LS		No cumulatively considerable contribution.	LS	
Recreation	LS		No cumulatively considerable contribution.	LS	
Transportation and Circulation	LS		No cumulatively considerable contribution.	LS	
Utilities and Service Systems	LS		No cumulatively considerable contribution.	LS	
Growth Inducement and Secondary Effects	LS		None required.	LS	
Irreversible Commitment of Resources	LS		None required.	LS	
Potential Environmental Damage from Accidents	LS		None required.	LS	

LS = Less than significant impact; PS = Potentially significant impact with mitigation; SU = Significant and unavoidable impact

Executive Summary

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#### 3.1 ENVIRONMENTAL SETTING

# 3.1.1 PROJECT LOCATION

The active dairy facilities of the Antonio Azevedo Dairy #2 are located on ≈33 acres of an existing farm totaling 119 acres in unincorporated Merced County. The dairy project parcel is located on the east side of State Route (SR) 59 (or Highway 59), 0.6 miles south of East Sandy Mush Road in the El Nido area of the County, identified as Merced County Assessor's Parcel Number (APN) 075-010-003. The project's location is within the central California region (see Figures 3-1 and 3-2). The project cropland application area consists of ≈82 acres located on a portion of the dairy parcel (see Table 3-1 and Figure 3-3). The project site is located in Section 23, Township 9 South, Range 14 East, Mount Diablo Base and Meridian; 37°10'37.20"N, 120°29'16.68"W.

Table 3-1 Existing Antonio Azevedo Dairy #2 Project Parcels, Acreage, and Use						
Field Name	APN	Gross Acres	Cropped Acres *	Use	Nutrients Applied	Irrigation Source
Dairy Facility	075-010-003	119	-	Active Dairy Facilities		
Field 1			19	Oats/Sudangrass Silage	WW	Irrigation Well
Field 2			63	Oats/Corn Silage	WW	Irrigation Well
Dairy Farm Total		119	82			

Notes: APN = Assessor's Parcel Number. WW = wastewater. DM = Dry Manure.

Source: Project Applicant 2021; Existing Conditions Nutrient Management Plan (03/13/2018); Merced County GIS 2024.

#### 3.1.2 EXISTING CONDITIONS

The existing dairy facilities include approximately 332,880 square feet of structures that are located on a ≈33-acre portion of the project parcel. Existing facilities include the following (see Figure 3-4):

shade barns

open corrals

shop

- milking parlor

commodity barn

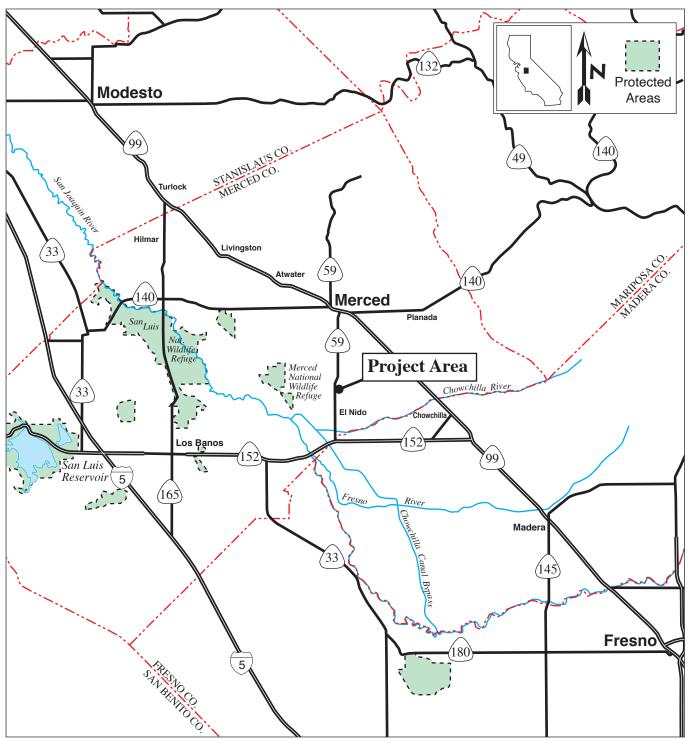
wastewater storage pond

- 4 residences

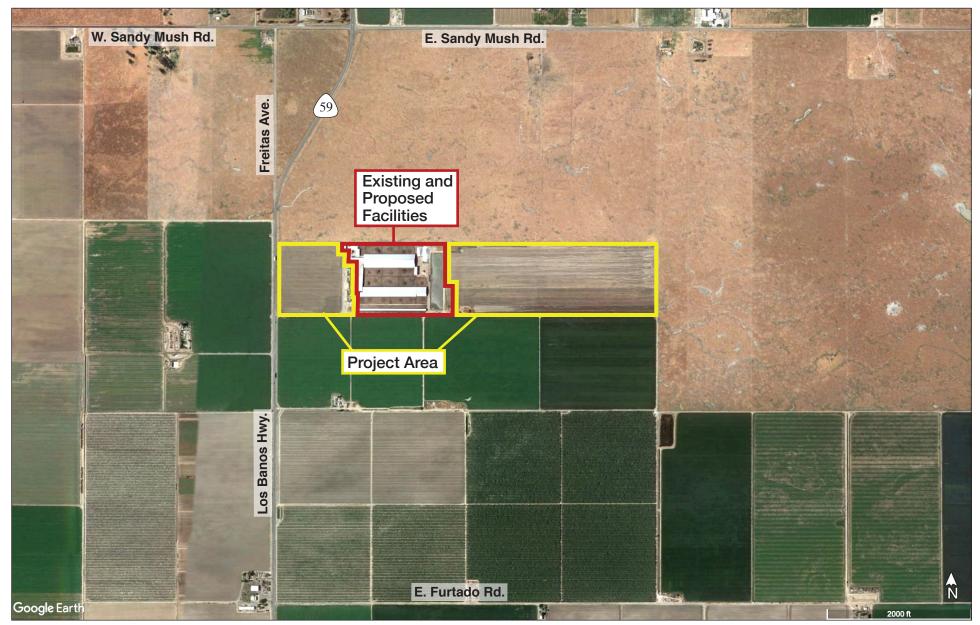
All shade barns consist of a concrete foundation and steel beam supports with corrugated metal roofs. Shade barns include concrete lanes for animal access and flushing.

There are four residences located at the Azevedo Dairy #2 facility, each occupied by an employee and their families. As stated above, domestic water is delivered to the site by three on-site water wells. Sewer service is provided by existing on-site septic systems.

<sup>\*</sup> Approximate acreage. Cropped acreage is based on the Existing Conditions Nutrient Management Plan dated 03/13/2018. Field 2 in the NMP is estimated to be 68 acres, but based on updated measurements, approximately 63 acres is more accurate. Nutrients may not be applied to the gross acreage of the parcel listed, but only the cropped acreage listed. Both liquid and/or solid manure can be applied at the dairy operator's discretion as long as nutrient planning targets are met.



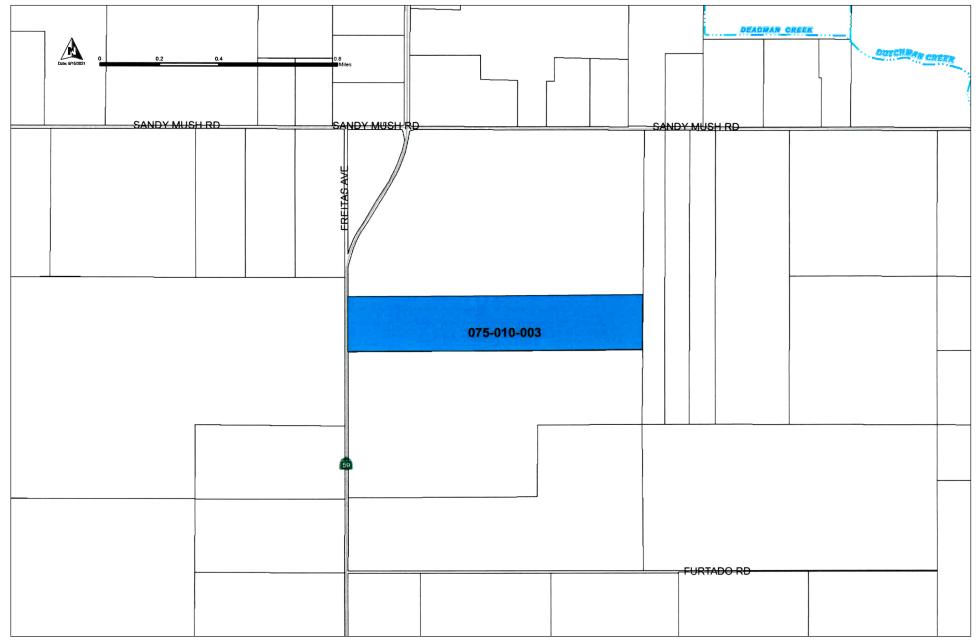
Antonio Azevedo Dairy #2 Expansion Project CUP20-004 Figure 3-1 SOURCE: Planning Partners 2024 Regional Location



Antonio Azevedo Dairy #2 Expansion Project CUP20-004
Figure 3-2

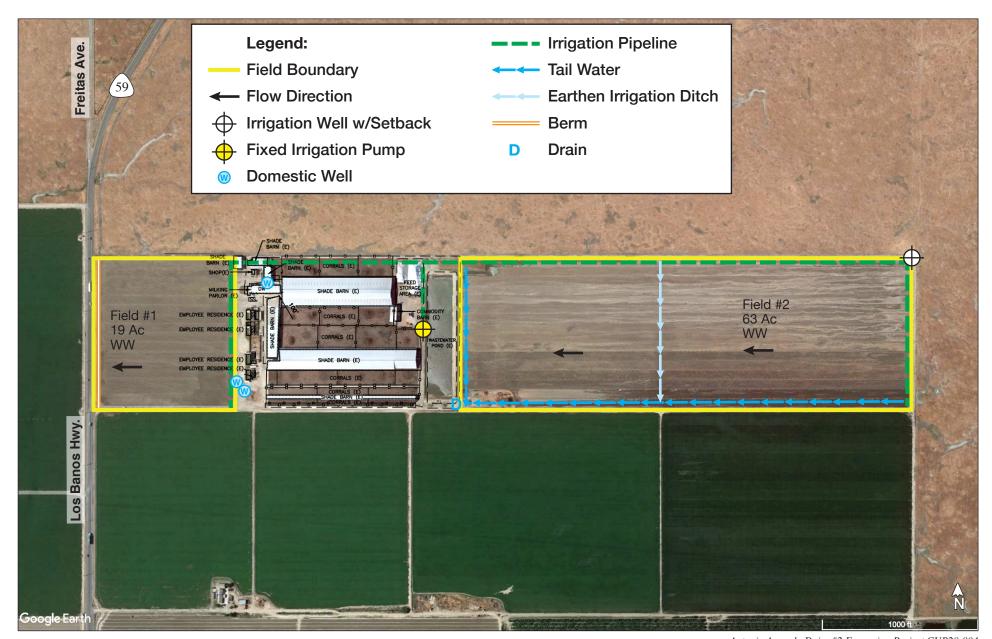
SOURCE: Planning Partners 2024

**Figure 3-2** Project Location



SOURCE: Merced County GIS 2021

\_Antonio Azevedo Dairy #2 Expansion Project CUP20-004
Figure 3-3



Antonio Azevedo Dairy #2 Expansion Project CUP20-004

Figure 3-4

Approximately ≈82 acres of the dairy site project parcel are currently used for the production of crops and the application of manure process water and/or solid manure¹ (see Table 3-1 and Figure 3-4). Field application of wastewater would include surface irrigation (also known as flood or furrow irrigation). The remaining project acres consist of field roads and ancillary farm uses.

As established at the time of the Initial Study/Notice of Preparation (July 2022), there are approximately 1,135 milk cows with 1,600 support stock, totaling 2,735 animals at the dairy. The predominant breed of cows housed at the dairy is a Jersey-Holstein cross.

The existing dairy facility consists of flush and scrape systems that are used to collect and process wastewater and solid manure. Animal wastes from animal barns and other concrete-surfaced areas are flushed with recycled water to an on-site waste management system that consists of one wastewater storage pond (retention pond). The existing pond is earthen-lined. The area of active dairy facilities has been graded to direct corral runoff to the existing waste management system. Stormwater runoff from impervious surfaces and roofed areas is routed to the wastewater pond. Recycled water is used to clean the milk parlor floor and is the source of sprinkler pen water.

Dry manure is scraped from corrals twice a year, and corrals are graded to prevent ponding. Some of the solid manure is used as bedding (consisting of dry manure and almond shells), or hauled off site to fields in the project vicinity. There is currently no mechanical manure separation system. As reflected in the NMP, approximately 345,530 pounds of nitrogen via solid manure or dairy wastewater is exported and applied to off-site fields not owned by the dairy operator. The NMP indicates that the nitrogen is exported via 12,500 tons of solid manure and separated solids<sup>2</sup> (approximately 28 percent of the dry manure generated at the dairy)

The dairy facility uses groundwater resources for farm operations. Domestic water to the dairy barn and the four employee residences is provided by three on-site water wells. Irrigation water is supplied by groundwater from one irrigation well. Wastewater is mixed with irrigation water and applied to cropland. Receiving fields are graded to guide excess applied irrigation water to an existing tailwater return and/or retention system. Collected tailwater is either returned to the retention pond (Field 2), or retained by berms (Field 1). Field application of wastewater is via pipeline.

Definition of the Project Site – For the purposes of this Environmental Impact Report, the "project site" refers to the area of active dairy facilities. The larger project also includes cropland associated with the dairy farm. Throughout this document, "project area" refers to all parcels that are part of the project, including the active dairy facilities and associated cropland.

The Azevedo Dairy #2 is a member of the Central Valley Dairy Representative Monitoring Program (CVDRMP). The CVDRMP has established a regional groundwater monitoring plan for member dairies in order to monitor groundwater quality and evaluate impacts from existing management practices.

While the details of cropland parcels may vary throughout operations, the disposal of wastewater and solid manure and the acreage necessary to properly dispose of manure liquids and solids would be accounted for in an updated project Nutrient Management Plan (NMP).

<sup>&</sup>lt;sup>2</sup> Nitrogen could also be exported as lagoon water, as long as nitrogen export requirements are met.

Crops grown on site are used for dairy feed crops and supplement imported grain and hay. Crops include corn, oat, and sudangrass silage. Feed is stored in two silage piles and in an on-site commodity barn.

The dairy facility uses and stores diesel fuel, motor oil, hydraulic oil, and other petroleum products associated with the operation of heavy equipment. The dairy facility also uses and stores cleaning and maintenance materials that may be categorized as hazardous. The Azevedo Dairy #2 owner uses a truck mounted A1 Ranger Sprayer to apply fly spray weekly for pest control. There is a 500-gallon diesel tank on site. There is one permitted emergency diesel generator on site. Hazardous materials used in dairy operations are stored in the milking parlor, the shop north of the milking parlor, and in the yard area south of the milking parlor. The types and quantities of these materials are documented in the Hazardous Materials Business Plan (HMBP) prepared for this facility, which would be updated as necessary.

Operations at the dairy are 24 hours per day, 365 days per year, with most operations concentrated during daylight hours. The herd is milked two times per day and milk is picked up and trucked offsite daily. Activity on the site peaks in the spring and the fall when feed crops from land application areas are being harvested along with daily dairy production operations. The dairy currently employs a staff of approximately eight (8) workers.

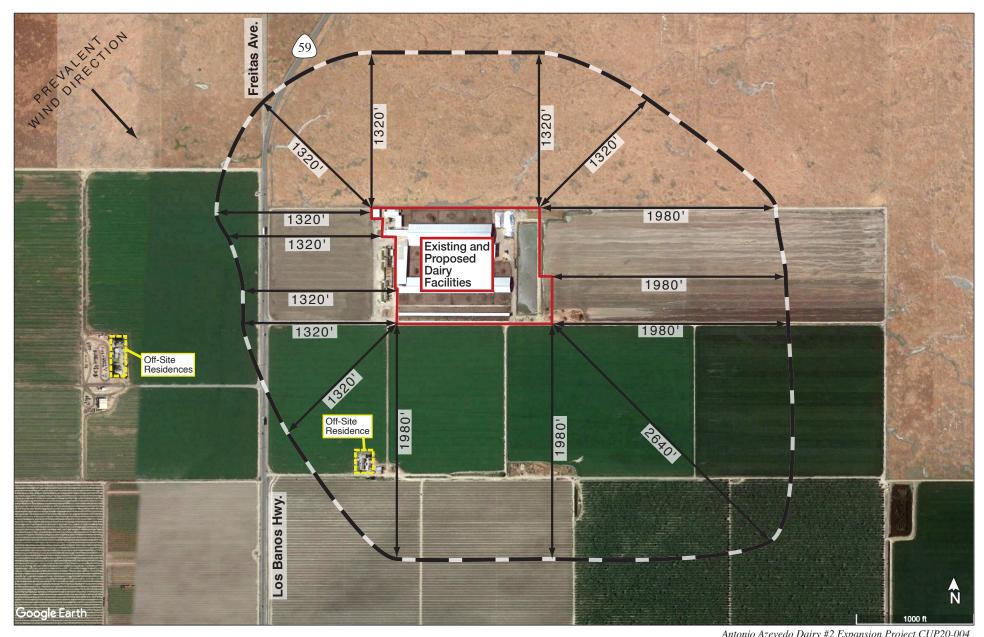
Night lighting at the facility includes building-mounted fluorescent or LED lighting on animal housing structures and the milking parlor. As existing fluorescent lighting requires maintenance or repair, they are replaced with LED fixtures.

Currently, the site is served by heavy trucks (milk tankers, commodity deliveries) and other vehicles. Existing daily trips by all classes of vehicles are estimated at 37.1 average daily trips (ADT), with approximately 10.6 heavy truck trips (see Table 3-4, below). All dairy-related trips currently access the site via SR 59. The dairy provides on-site parking areas for employees and suppliers/vendors. The dairy operation does not serve retail customers.

The project site is located within Flood Zone A, which is defined as an area subject to inundation by a 100-year storm, or 1-percent chance of occurring in any given year, but for which a Base Flood Elevation has not been established.

### 3.2 SURROUNDING LAND USES AND SETTING

There are off-site single-family residences associated with neighboring agricultural operations surrounding the project site. There is one off-site residence located within the windshed of the dairy (defined as an area of 1,320 feet upwind to 2,640 downwind of the periphery of the animal facility) (see Figure 3-5). Table 3-2 lists the immediate surrounding land uses and corresponding General Plan and zoning designations to the Antonio Azevedo Dairy #2 active animal confinement facilities.



SOURCE: Planning Partners 2024

Antonio Azevedo Dairy #2 Expansion Project CUP20-004
Figure 3-5
Active Dairy Facilities and Nearby
Residences Located in the Windshed

Table 3-2	Surrounding Land Uses at the Antonio Azevedo Dairy #2					
Location	Land Use	General Plan	Zoning			
ON SITE	Dairy / Agriculture / Residences	Agricultural	General Agricultural A-1			
NORTH	Pasture / Seasonal Grazing / Animal Confinement Facilities	Agricultural	General Agricultural A-1			
EAST	Pasture / Seasonal Grazing	Agricultural	General Agricultural A-1			
SOUTH	Agriculture / Orchards / Residences	Agricultural	General Agricultural A-1			
WEST	Agriculture / Residences / Animal Confinement Facilities	Agricultural	General Agricultural A-1			

Source: Project Site Visit, August 5, 2021; Project Applicant, 2021. Merced County GIS 2021.

The El Nido Rural Center community boundary is located approximately 2.25 miles south of existing active dairy facilities. Dutchman/Deadman Creek runs in an east-west direction approximately 1.25 miles northeast of the project site (see Figure 3-3). The project site is located inside the boundaries of the Grasslands Focus Area and the Grasslands Ecological Area.

Project details such as adjacent land uses and cropping patterns could change over the course of evaluation, and from those existing at the time of this Environmental Impact Report (EIR). These changes, however, would consist of agricultural and ancillary uses consistent with the 2030 Merced County General Plan, and would not affect the analysis contained in this EIR.

# 3.3 GOALS AND OBJECTIVES OF THE PROJECT APPLICANT

As required by California Environmental Quality Act (CEQA) Guidelines Section 15124(b), the following is a discussion of the project applicant's objectives in proposing the Antonio Azevedo Dairy #2 Expansion project. The objectives include the underlying purpose of the project, and also the goals of the project applicant in pursuing the proposed dairy expansion. The applicant has identified the following goals in proposing the project:

- To maintain a modern, efficient, and competitive dairy operation that operates in full compliance with applicable county, state, and federal laws and regulations.
- To fully use land and facilities currently owned and operated by the project applicant.
- To use all available land (which is not otherwise used for the dairy) for the production of feed for the herd. This allows for the application, at appropriate agronomic rates, of dairy process water from dairy operations, which in turn reduces the need for imported fertilizers.
- To generate dry manure that can be land applied and/or sold as a commodity for use as fertilizer in the region.
- To construct improvements that could be permitted within a reasonable time frame and would represent commensurate benefit with cost.
- To provide year-round employment opportunities, at competitive wages, for Merced County residents. Unlike other agricultural operations, which provide only seasonal employment, dairies provide year-round employment.

The objectives identified above "will help the lead agency develop a reasonable range of alternatives to evaluate in the EIR and will aid the decision makers in preparing findings or a statement of overriding considerations, if necessary" (CEQA Guidelines Section 15124(b)).

## 3.4 DESCRIPTION OF THE PROPOSED ACTION

The project applicant has applied for a new Conditional Use Permit (CUP20-004) from Merced County to modify and expand the existing dairy to house 3,000 milk cows, 500 dry cows, and 500 bred heifers (see Table 3-3). Considering the existing animals as the dairy facility, the proposed expansion would represent an increase of approximately 1,265 animals from existing numbers.

Table 3-3 Existing and Proposed Herd at the Antonio Azevedo Dairy #2							
	Milk Cows	Dry Cows	Bred Heifers (15-24 mo.)	Heifers (7-14 mo.)	Calves (4-6 mo.)	Calves (0-3 mo.)	Total Animals
Existing Herd	1,135	0	450	575	575	0	2,735
Proposed Herd	3,000	500	500	0	0	0	4,000
Change	1,865	500	50	-575	-575	0	1,265

Note: This evaluation considers maximum buildout.

This evaluation uses the existing herd count as reported by the project applicant, and as generally reported in the 2018 Existing Conditions NMP and facility Annual Reports submitted to the CVRWQCB.

Source: Existing Conditions Nutrient Management Plan (04/18/2018); Annual Reports Years 2019-2023); Proposed Conditions Nutrient Management Plan (03/11/2020).

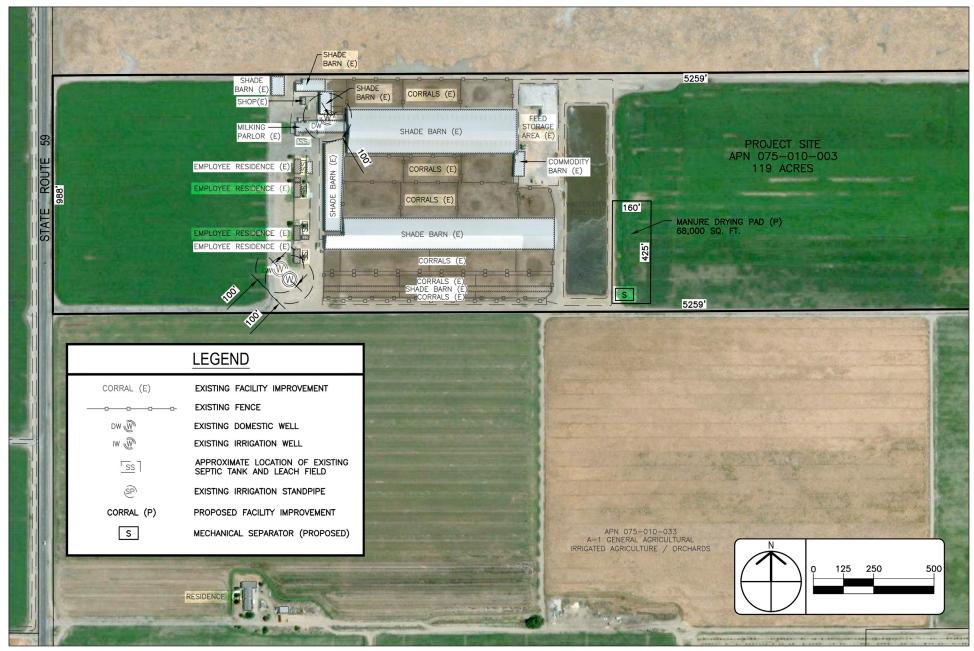
The proposed project would include the addition of a new 68,000 square foot (1.6-acre) concrete manure storage area. Additional site improvements include a new mechanical separator (see Figure 3-6). No new buildings are proposed with this project. The existing animal housing structures and wastewater storage pond are oversized for existing operations and sufficient to accommodate the proposed increase in herd size and associated increase in wastewater.

Construction of the proposed manure storage area would result in the conversion of approximately two (2) acres of cropland on Field 2 (see Table 3-1 and Figure 3-7). Therefore, total cropped acreage would be reduced from 82 acres to 80 acres with implementation of the proposed modification. Crops grown on site would continue to be used for dairy feed crops and supplement imported grain and hay. The proposed dairy operations would continue to store feed in two silage piles, including corn, wheat, or oats.

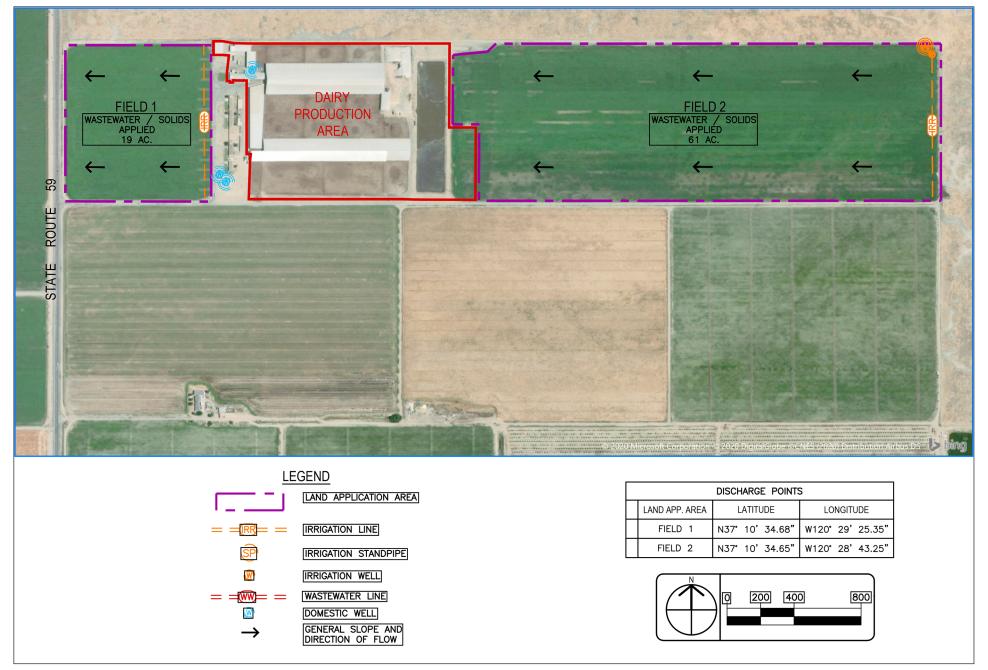
The closest off-site residence to existing active dairy facilities is located approximately 1,155 feet east-southeast of the active dairy facilities. With the proposed dairy expansion, distances to this residence would not be reduced (see Figure 3-8).

Animal wastes from concrete-surfaced areas would continue to be flushed to the existing on-site waste management system, except for solid manure within corral areas, which would continue to be scraped. Liquid manure would continue to be directed to the wastewater storage pond.

Stormwater runoff from impervious surfaces and roofed areas would continue to be routed to the wastewater pond, except for rainwater from several animal shelter roofs, which would be routed to a nearby field. Wastewater would continue to be mixed with irrigation water and applied to the fields.



SOURCE: Sousa Engineering 2020





SOURCE: Planning Partners 2024

Antonio Azevedo Dairy #2 Expansion Project CUP20-004
Figure 3-8 Distance of Nearest Off-Site Residences to Existing and Proposed Active Dairy Facilities

Solid manure that accumulates within corrals would continue to be scraped and stock piled onsite. Dry manure would continue to be used for bedding; additional manure would be sold and hauled off site for use as fertilizer and soil amendments. As reported in the NMP, approximately 746,738 pounds of nitrogen via solid manure would be exported and applied to off-site fields not owned by the dairy operator. The NMPs indicate that manure export would increase from 12,500 tons of solid manure (currently) to 30,600 tons of solid manure with the proposed expansion (approximately 36 percent of previously separated solids)<sup>3</sup>. While the exact location of these off-site cropland parcels may vary throughout operations, the disposal of manure at off-site locations and the acreage necessary to properly dispose of manure liquids and solids are accounted for in the project NMP. Figure 3-9 illustrates the processes that occur at a dairy farm.

The proposed dairy expansion would rely on existing utilities, including domestic water, stormwater, and electrical services, though power will be required for the new solid manure separator. There is an existing service pole and panel at the current wastewater pond, which will likely be the power source for the separator. The project includes at least one new yard light at the proposed manure separator location.

The project applicant has prepared an Odor Control Plan and Vector Control Plan in accordance with Merced County Code Section 18.64.060(C)(8). As part of the Odor Control Plan, the dairy operator will provide a point of contact to residents within the windshed of the dairy should nuisance odors occur. The dairy operator will respond to neighbors who are adversely affected by odors and take corrective action.

Operations at the dairy would continue to occur 24 hours per day, 365 days per year, with most operations concentrated during daylight hours. With implementation of the proposed project, the number of employees would increase from 8 to approximately 12 workers. Including employees, suppliers, vendors, etc., as many as 16 people are anticipated to be on site during peak hours.

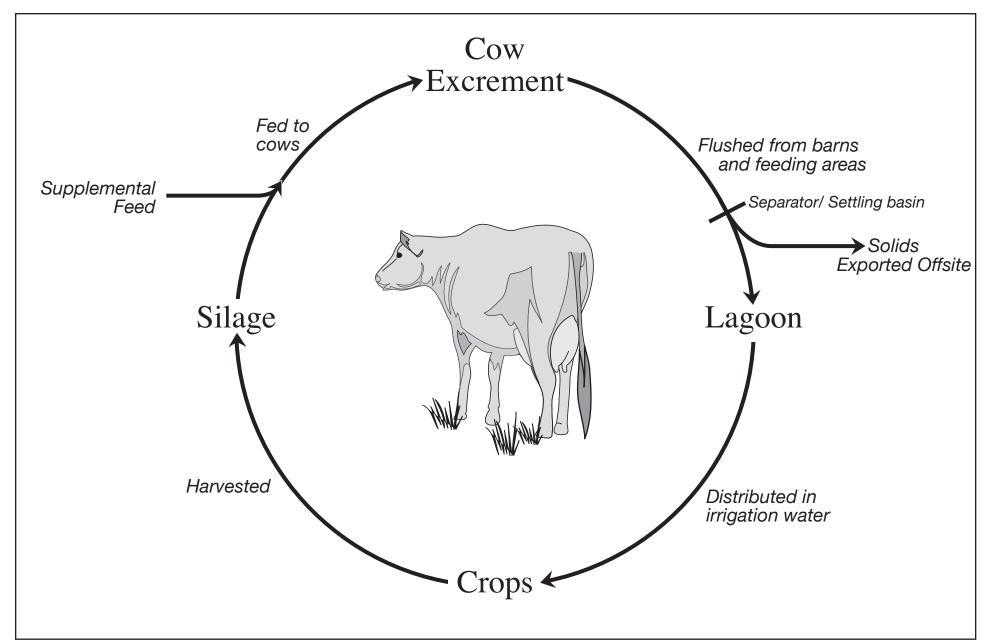
Currently, the 8 on-site workers and 17 non-employee residents in the on-site housing makes a total of 25 persons served by the water system<sup>4</sup>. With the proposed dairy expansion, the water system would serve up to 12 workers and 17 non-employee residents, for a maximum total of 29 persons.

State Small Water System. As set forth by DEH, if five (5) or more buildings (connections) are connected to a water system, then a state small water system permit is needed, unless a public water system permit is required. If 25 or more persons in a typical 24-hour period (both work shifts) are using a water system, then a public water system permit is needed. Vacant buildings with plumbing are still considered water system connections.

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The dairy facility has a limited land base, which would be reduced with the proposed expansion. The proposed increase in herd would result in an associated increase in manure and greater increase in exports. With the amount of irrigated land in the area, there is a high demand for dairy manure as an economical fertilizer source for other growers, and the increased manure to be exported could be sold to third-party fertilizer companies. There are at least six agricultural manure composting sites in Merced County that take dairy manure for processing and sale.

Since the existing number of employees indicates that the Azevedo Dairy #2 requires a public water system, and no Public Water System (PWS) Permit has been submitted to date, the existing dairy may be in violation of regulatory requirements of the SWRCB. Therefore, the need for a public water system is not a result of the proposed dairy expansion project, and is not considered part of the project evaluated in the EIR. In order to come into compliance with the requirement to register as a PWS, the County will include a condition of approval of the dairy expansion project that the property owner immediately initiate the process to obtain a permit to operate a public water system facility.



Antonio Azevedo Dairy #2 Expansion Project CUP20-004

Based on the current number of people on the site, the applicant is required to obtain a permit to operate a public water system from the State Water Resources Control Board, Division of Drinking Water. If the State does not require a public water system permit, the presence of 5 or more service connections on the water system requires the facility to obtain a state small water system permit from Merced County DEH.

## 3.4.1 CIRCULATION AND PARKING

The project site would continue to be served by heavy trucks (milk tankers, commodity deliveries), and other vehicles. Daily trips by all classes of vehicle are estimated to increase from approximately 37.1 to 54.3 average daily trips, with an increase of 17.2 daily trips, including 9.2 heavy truck trips per day (see Table 3-4). The majority of trips would consist of auto and light truck trips. All trips would continue to be made via State Route 59. There is parking provided on site; no new parking is proposed.

Table 3-4 Azevedo Dairy #2 Expansion Project Trip Generation and Assignment						
	Daily Trip		Daily Trips		Local Route	
Trip Type/Purpose	Generation Factor	Type of Vehicle	Existing	With Project	of Trip	
Residential Dwellings (on site)	2/residence *See Note 1	Auto/Light Truck	8	8	SR 59	
Employees (off-site)	2/employee *See Note 2	* 1 Allio/Lioni Liuck		24	SR 59	
Milk Tanker	*See Note 3 Heavy Truck		2	4	SR 59	
Commodities transport from off site	*See Note 4	Heavy Truck	5	10	SR 59	
Solid and liquid manure transport to off-site fields	*See Note 5	Heavy Truck	1.9	4.1	SR 59	
Silage transport	*See Note 6	Heavy Truck	1.6	1.6	SR 59	
Rendering Service	*See Note 7	Medium Truck	0.4	0.4	SR 59	
Veterinarian	*See Note 8	Light Truck	0.1	0.1	SR 59	
Purveyor sales	2/office	Auto/Light Truck	2	2	SR 59	
Total Auto/Light Truck Trips			26.1	34.1		
Total Medium Truck Trips			0.4	0.4		
Total Heavy Truck Trips			10.6	19.8		
Total Trips	1 ( P 1P45	)	37.1	54.3	15 (50) 11	

Notes: Light Truck = up to 14,000 pounds (ex: Ford F-150); Medium Truck = 14,000 – 26,000 pounds (ex: Ford F-650); Heavy Truck = 26,000 – over 33,000 pounds (ex: Tractor-trailer)

- Trip Generation table based on Planning Partners assumptions and information obtained from project applicant.
- 1. There are 4 residences located at the dairy facility, occupied by non-employee residents. For a dairy farm operation, a trip generation factor of 2 trips per day was used for both on-site residences and off-site employees.
- 2. There are currently eight (8) employees. There would be 12 total employees with the proposed expansion.
- 3. One milk tanker truck visits the site twice daily. With the proposed expansion, the tanker truck will visit four (4) times daily.
- 4. There are five (5) commodity truck trips from offsite per day, and there would be ten (10) with the proposed expansion.
- 5. Commercial manure hauling vehicles are on-site for approximately one (1) week annually to remove solid manure. Currently, there are approximately 700 diesel truck trips per year to export dry manure to off-site fields. Under proposed operations, there would be approximately 1,500 diesel truck trips per year to export dry manure to off-site fields.
- 6. Commercial silage trucks are on-site for approximately two (2) weeks annually during harvest to haul feed crops. Currently, there are approximately 600 truck trips per year to haul feed crops, and under proposed operations, there would still be approximately 600 truck trips per year since fields would not change.

# Table 3-4 Azevedo Dairy #2 Expansion Project Trip Generation and Assignment

- 7. A tallow truck (i.e., dead animal removal service) visits the site three (3) times per week, and would not increase with the proposed expansion.
- 8. A veterinary truck visits the site once every week.

Source: Planning Partners 2021; Project Applicant September 2021.

# 3.5 PROJECT CONSTRUCTION AND PHASING

The proposed solid manure separator and concrete manure drying pad would be constructed in one phase within two (2) years of the approval of the CUP.

#### 3.5.1 Dairy Permitting History

Merced County records indicate the dairy facility was originally permitted in 1981 under Merced County Conditional Use Permit No. CUP2712. This Conditional Use Permit allowed for establishment of a new dairy with 500 milk cows plus support stock, to total 700 total animals, in addition to four single-family residences. The NMP indicates that the facility has been in operation since 1982.

The Central Valley Regional Water Quality Control Board (CVRWQCB) regulates the existing dairy under the Reissued Waste Discharge Requirements General Order for Existing Milk Cow Dairies (Order R5-2013-0122). The General Order requires approval and implementation of a NMP for the application of waste to land application areas, and a Waste Management Plan (WMP) to ensure proper compliance with the General Order (see Appendix J for a copy of the proposed conditions WMP and NMP). As established by the Report of Waste Discharge (ROWD) submitted for the existing dairy to the CVRWQCB in October 2005, the State-permitted herd size for the dairy is 1,200 milk and dry cows combined<sup>5</sup>, with regulatory review required for expansions of greater than 15 percent above this value (1,380 milk and dry cows combined).

The San Joaquin Valley Air Pollution Control District (SJVAPCD) regulates the existing dairy primarily through its Authority to Construct / Permit to Operate process. The Permit to Operate (PTO) on file for the dairy facility (expiration date 12/31/2025) issued by the SJVAPCD allows 1,250 milk cows (not to exceed a combined total of 1,600 mature cows) and 920 support stock.

#### 3.6 REGULATORY COMPLIANCE AUDIT

The Merced County Community and Economic Development Department requests regulatory compliance audits of expanding dairies prepared by the Division of Environmental Health as part of the Conditional Use Permit (CUP) evaluation process prior to project approval. The DEH staff performed an inspection of the Azevedo Dairy #2 on August 11, 2021. The DEH concluded that the dairy facility was in substantial compliance with the Merced County Animal Confinement Ordinance on August 25, 2021<sup>6</sup>.

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The CVRWQCB regulates only mature cows (milk and dry) and does not establish any limits on calves, heifers, and other support stock.

No changes or updates to that determination has been made as of the date of this EIR.

# 3.7 ESTABLISHING THE PROPER "BASELINE" FOR THE PROPOSED DAIRY EXPANSION

To determine whether an impact is significant, a "baseline" set of environmental conditions is required against which agencies can assess the significance of project impacts. As established by CEQA Guidelines Section 15125(a), the existing environmental setting, usually established at the time a Notice of Preparation is issued, should normally constitute the baseline. In this case, "the impacts of a proposed project are ordinarily to be compared to the actual environmental conditions existing at the time of CEQA analysis, rather than to allowable conditions defined by a plan or regulatory framework" (Communities for a Better Environment v. South Coast Air Quality Management District (2010) 158 Cal.App.4th 1336). Essentially, prior operating permits or permit levels do not in themselves establish a baseline for CEQA review of a new project. As set forth in Communities for a Better Environment v. South Coast Air Quality Management District, a long line of California Court of Appeals decisions has upheld this line of reasoning. These decisions have included cases where a plan or project allowed for greater development or more intense activity than had so far actually occurred, as well as cases where actual development or activity had, by the time CEQA analysis was begun, already exceeded that allowed under the existing regulations.

The purpose of defining the environmental setting is to give decision-makers and the public an accurate picture of the project's likely impacts, both near-term and long-term. In some cases, "[e]nvironmental conditions may vary from year to year and ... it is necessary to consider conditions over a range of time periods" (quoting *Save Our Peninsula Committee v. Monterey County Bd. of Supervisors* (2001) 87 Cal.App.4th 99, 125). For projects involving ongoing operations and continuations of past activity, "the established levels of a particular use and the physical impacts thereof are considered to be part of the existing environmental baseline" (*North Coast Rivers Alliance v. Westlands Water Dist.* (2014) 227 Cal.App.4th 832). The existing operations at a dairy are a dynamic and varying set of physical conditions. CEQA allows the lead agency discretion and flexibility to determine what temporal "snapshot" provides the best representation of actual physical conditions (*Communities for a Better Environment v. South Coast Air Quality Management District* (2010) 158 Cal.App.4th 310; *Neighbors for Smart Rail v. Exposition Metro Line Construction Authority* (2013) 57 Cal.4th 439). Lead agencies should choose the baseline that most meaningfully informs decision-makers and the public of the project's possible impacts.

The NMP and WMP as required by the Existing Dairy General Order R5-2013-0122 describe the operational requirements for a dairy facility and associated land application areas, and together they serve as the primary tool to prevent groundwater contamination and poor operations. According to dairy operators and engineers, in most instances the existing conditions NMP and WMP are representative of existing conditions at most dairy farm operations. There are some exceptions in which an operator is housing animals above the permitted limit in that operation year. In these cases, the Annual Report submitted to the CVRWQCB as required by the Dairy General Order combined with the existing conditions NMP/WMP may be a better representation of existing operational conditions. Even still, in these circumstances, using the existing conditions NMP/WMP to establish a baseline for comparison with the proposed project would generally provide a more conservative analysis in the EIR, since the magnitude of impacts assessed using a smaller herd (as included in the NMP/WMP) would generally be greater than those calculated using a larger existing herd and associated operations (as may be included in the Annual Reports).

In the case of the Antonio Azevedo Dairy #2, the NMP and WMP prepared for the dairy operations (dated 4/18/2018 and 8/13/2018, respectively) were provided by the project applicant as representative of existing conditions on the dairy farm and were used in the EIR to describe existing conditions for the project and establish a baseline for analysis. The dairy herd and associated operations set forth in the existing conditions NMP and WMP are generally representative of the existing Antonio Azevedo Dairy #2 operations at the time of circulation of the NOP (July 2022). However, Merced County understands that existing operations at a dairy are a dynamic and varying set of physical conditions. Therefore, to develop a description of the environmental setting and baseline conditions in both the EIR and the Hydrogeologic Assessment included as Appendix I of the EIR, the 2018 NMP and WMP were used and cross-referenced with operations on the ground according to the dairy operator, Merced County records, and GIS data; data from the 2019-2023 Annual Reports submitted to the CVRWQCB, including water quality data collected for the existing domestic and irrigation water wells for the project site; and groundwater monitoring data from nearby monitoring wells sampled under the Central Valley Dairy Representative Monitoring Program (CVDRMP), among other sources of information (see Appendix K for an expanded explanation of the baseline selected and a comparison of the 2018 Existing NMP and 2019-2023 Annual Reports operations).

Based on this information, and in accordance with CEQA, the baseline herd to be used in this environmental analysis as determined by Merced County is the herd count at the time that the NOP is circulated, which is approximately 1,135 mature cows and 1,600 support stock, or a total of 2,735 cows, as generally reported in the 2018 Existing Conditions NMP and facility Annual Reports. This herd size and dairy configuration accurately depicts the environmental baseline with which to identify the changes in the physical environment caused by the proposed project pursuant to Section 15064(d) of the State CEQA Guidelines.

Proposed conditions NMP and WMP have been developed for the facility (dated 3/11/2020 and 12/07/2020, respectively), and these forward-looking 2020 NMP/WMP have been used to represent proposed conditions for the evaluation in this EIR.

# 3.8 REQUIRED APPROVALS, OTHER PROCESSES, AND CONSULTATIONS

To allow for the expansion of the dairy, the applicant has submitted an application for issuance of a new Conditional Use Permit (CUP20-004) from the County. It is this action that is the subject of this EIR. Since the County would review and consider the primary application for the project, the County would be the lead agency to prepare an environmental document prepared to meet CEQA requirements.

The CVRWQCB and the SJVAPCD both regulate the existing dairy. As responsible agencies for CEQA purposes, they will be required to use the County's environmental document in their consideration of the proposed dairy expansion and permit approvals.

A listing and brief description of the regulatory permits and approvals required to implement the proposed project is provided below. This environmental document is intended to address the environmental impacts associated with all of the following decision actions and approvals.

### MERCED COUNTY AND OTHER LOCAL AND REGIONAL AGENCIES

## Merced County

The County has the following permitting authority related to the proposed Antonio Azevedo Dairy #2 Expansion project:

- Preparation and approval of an Environmental Impact Report Merced County will act as the lead agency as defined by CEQA, and will have authority to determine if the Environmental Impact Report is adequate under CEQA.
- Approval of the Conditional Use Permit Merced County will consider the proposed dairy project as a "Conditional Use Permit." Conditional Use Permits are discretionary permits for uses of land that require special review to ensure that they are compatible with the neighborhood and surrounding land uses. They are considered more likely to affect surrounding land uses than uses permitted by right in a zoning district or those uses permitted under Administrative Permits.
- Hazardous Material Business Plan (HMBP) The on-site storage of any hazardous
  material over threshold quantities (55 gallons; 200 cu. ft.; or 500 pounds) would require a
  HMBP to be filed with the Merced County Division of Environmental Health (DEH).
  Any quantity of hazardous waste generated on site also requires that a HMBP be filed. A
  Hazardous Material Business Plan for the proposed dairy expansion has been submitted
  to the Merced County Department of Environmental Health.
- State Small Water System Permit If the State does not require a public water system permit described below, the presence of five or more service connections on the water system requires the existing facility to obtain a state small water system permit from Merced County DEH.

#### San Joaquin Valley Air Pollution Control District

• Authority to Construct / Permit to Operate – The owner or operator of any facility or activity (including agricultural activities) that emits criteria air pollutants or their precursors above certain thresholds must first obtain an Authority to Construct (ATC) and PTO from the SJVAPCD; this essentially is one permit that is issued in two steps. The applicant first obtains an ATC with specific conditions for implementation during construction; then an inspection is completed and, if all the conditions of the ATC are met during construction, the applicant is issued a PTO. An ATC application would be required of the project applicant to modify the PTO from the SJVAPCD for the proposed dairy expansion. Beyond the ATC and PTO, preparation of an air quality impact assessment would be required, in addition to compliance with other SJVAPCD regulations. According to the project applicant, the SJVAPCD permit applications were submitted to the SJVAPCD on September 23, 2021.

• Conservation Management Practices Plan – The owner or operator of any agricultural facility of 100 acres or more, or an animal confinement facility in excess of 500 mature cows (for a dairy operation), must have submitted a Conservation Management Practices Plan (CMP) plan to the SJVAPCD prior to June 30, 2004 for existing uses, and prior to operation for proposed uses. A CMP plan requires that farm operators implement dust reduction practices for each of the following categories: harvest; unpaved roads; unpaved equipment/vehicle yards; and, other. One CMP Plan must be submitted for each crop currently grown or that will be grown within the two-year time frame of each Plan. The project applicant may be required to submit a modification request to their existing CMP Plan based on their proposed dairy expansion.

#### STATE OF CALIFORNIA

State agencies have the following permitting authority related to the proposed Antonio Azevedo Dairy #2 Expansion project:

#### State Water Resources Control Board

- General Construction Activity The State Water Resources Control Board (SWRCB)
  has adopted a General Construction Activity Storm Water Permit for storm water
  discharges associated with any construction activity, including clearing, grading,
  excavation, reconstruction, and dredge and fill activities, that results in the disturbance of
  at least one acre of total land area.
- Public Water System Based on the existing number of people on the site, the applicant must obtain a permit to operate a public water system. The facility shall then maintain compliance with that permit as long as 25 or more persons work at the facility on 60 or more days of the year. The permit requires demonstration that sufficient water is available from the water system's sources and distribution storage facilities to provide adequate water service. The need for a Public Water System Permit has been identified by Merced County DEH, and will be included as a condition of approval. If the State does not require a public water system permit, the presence of five or more service connections on the water system requires the facility to obtain a state small water system permit from Merced County.

#### Regional Water Quality Control Board - Central Valley Region

• Waste Discharge Requirements – The owner or operator of any facility or activity that discharges, or proposes to discharge, waste that may affect groundwater quality or from which waste may be discharged in a diffused manner (e.g., erosion from soil disturbance) must first obtain a WDR permit from the CVRWQCB. The CVRWQCB regulates discharges from dairies and other confined animal facilities according to the anti-degradation requirements of the Porter-Cologne Water Quality Control Act and the Water Quality Control Plan for the Sacramento River and San Joaquin River Basins under the Reissued Waste Discharge Requirements General Order for Existing Milk

Cow Dairies (Order R5-2013-0122) (General Order) <sup>7</sup>. The project applicant has submitted a Report of Waste Discharge for the proposed dairy consolidation and expansion (received by the CVRWQCB on March 26, 2020). According to the General Order, the CVRWQCB should issue Individual WDRs<sup>8</sup> for the proposed consolidation and expansion. The proponents of the dairy expansion plan to comply with the evolving CVRWQCB Salt and Nitrate Control Program as well.

#### FEDERAL GOVERNMENT

It is anticipated that no permitting from federal agencies would be required.

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As of the date of this EIR (October 2024), the California Water Board has issued a Draft Order in which the Water Board reviews the existing Dairy General Order, and concludes the Dairy General WDRs should be remanded to the CVRWQCB for reconsideration and revisions. Accessed on October 3, 2024 at:

<a href="https://content.govdelivery.com/attachments/CAWRCB/2024/10/01/file\_attachments/3017958/Draft%20Dairy%20Order">https://content.govdelivery.com/attachments/CAWRCB/2024/10/01/file\_attachments/3017958/Draft%20Dairy%20Order</a> October%201%202024 ADA.pdf>

The CVRWQCB has stated the existing management practices under the NMP, WMP, and the Dairy General Order are not, nor have they been, adequate to prevent groundwater pollution underlying the dairy facilities and under lands receiving dairy wastes. The CVRWQCB is deferring the issuance of individual WDRs, and reviewing significant aspects of its Dairy General Order. State water quality permit coverage for dairy expansion projects, such as that assessed in this EIR, is likely to be significantly delayed. For additional discussion, see Chapter 10, *Hydrology and Water Quality*, of this EIR.

# 4 INTRODUCTION TO THE ENVIRONMENTAL ANALYSIS

#### 4.1 SCOPE OF THE EIR

On July 20, 2022 the Notice of Preparation (NOP) for this Environmental Impact Report (EIR) was filed with the Office of Planning and Research (OPR). The NOP and Initial Study were circulated to the public, local and state agencies, and other interested parties to solicit comments on the proposed project. (See Appendix A, *Notice of Preparation and Initial Study*, and Appendix B, *Comments on the Notice of Preparation*.) The following issues to be evaluated in the environmental document were identified in the NOP or raised in public and agency comments on the NOP:

- Air Quality and Odors
- Biological Resources
- Cultural Resources and Tribal Cultural Resources
- Greenhouse Gas Emissions and Energy Efficiency
- Nuisance Conditions from Insects
- Hydrology and Water Quality
- Land Use Compatibility

The 2030 Merced County General Plan (2030 General Plan) EIR comprehensively evaluated the potential environmental effects of implementing the 2030 General Plan, and from the approval of new or modified land uses. As set forth in Section 1.5 of this document, the environmental analysis for this EIR is tiered from the EIR for the 2030 General Plan. Therefore, this environmental evaluation implements, and is consistent with, mitigation measures and study protocols adopted by Merced County in its certification of the EIR for the 2030 General Plan and adoption of the General Plan. This environmental analysis also applies mitigation measures previously adopted in the in the EIR for the Merced County Animal Confinement Ordinance Revision (ACO), as applicable.

#### 4.2 Presentation of the Impact Analysis in the EIR

The environmental analysis section of this EIR (Chapters 5 through 11) is organized and carried out in accordance with the California Environmental Quality Act (CEQA) Environmental Checklist Appendix G of the CEQA Guidelines; each section presents the setting, an assessment of the potential direct environmental impacts, and mitigation measures for each environmental issue area identified above and in Chapter 2, Executive Summary. Cumulative impacts are evaluated in Chapter 12, Required CEQA Analyses. For each resource category, the following conditions are discussed:

- Environmental Setting. This section provides a general overview of the environmental
  resource and the conditions on and adjacent to the project site. The setting is presented
  from site-specific, local, and regional perspectives, as appropriate for each environmental
  topic.
- **Regulatory Framework**. This section presents applicable laws, ordinances, regulations, and guidance for the resource, including the Merced County ACO. Where compliance with a cited regulation reduces or avoids a potential environmental effect, the relevant portions of the regulation are set forth.

• Environmental Effects. This section provides significance criteria with which to judge whether an environmental impact is significant, or less than significant. Significance criteria are established both by the State CEQA Guidelines and by the significance thresholds of federal, state, and local agencies. For evaluated impact categories, environmental topics evaluated in the EIR that were found to be less than significant in the Initial Study are summarized in this section. Potential environmental impacts associated with the proposed project are evaluated, the impacts' level of significance prior to mitigation is identified, and feasible mitigation measures for reducing the associated impacts are set forth. The level of significance after mitigation is then assessed.

#### 4.3 Presentation of Mitigation in the EIR

Mitigation measures identified in this report are characterized in one of two categories: (1) those necessary to reduce the identified impact below a level of significance; and, (2) those recommended to reduce the magnitude of a significant impact, but not below a level of significance. Where implementation of more than one mitigation measure is needed to reduce an impact below a level of significance, this fact is noted.

Mitigation measures in this EIR are formulated to be consistent with the strategy as set forth in State CEQA Guidelines Section 15370 as follows:

- Avoiding the impact altogether by not taking a certain action or parts of an action.
- Minimizing impacts by limiting the degree or magnitude of the action and its implementation.
- Rectifying the impact by repairing, rehabilitating, or restoring the impacted environment.
- Reducing or eliminating the impact over time by preservation and maintenance operations during the life of the action.
- Compensating for the impact by replacing or providing substitute resources or environments.

#### 4.4 DEVELOPMENT STANDARDS

Merced County development standards for private development projects have evolved over time to incorporate many construction requirements to lessen or eliminate environmental harm.

County procedures to minimize negative environmental effects and disruptions include analysis of existing features, responsible agency and public input to the design process, engineering and design standards, and construction controls. The activities to be implemented by the County during the project review, design, and construction phases, which serve to mitigate typical environmental impacts, are described in greater detail below. These measures are hereby incorporated into the project description.

These requirements are set forth in Performance Standards of the County Zoning Code (Merced County Code Chapter 18.40). The requirements of this Chapter are set forth below, and hereby incorporated by reference as though fully set forth herein. Copies of this document may be reviewed at Merced County, Community and Economic Development Department, 2222 M Street, Merced, California 95340.

# 4.4.1 STANDARD CONDITIONS FOR PRIVATE PROJECTS

Merced County has drafted standard conditions of approval for private development projects that are submitted to the County for review and approval. These standard conditions have been adopted by the Merced County Planning Commission (Resolution 20-001), are administered by the Community and Economic Development Department, and reflect the regulatory requirements of that Department, as well as the needs of the County Fire Department, Division of Environmental Health, and the Public Works Department. These standard conditions include:

**Compliance with Permit Conditions:** All development on the project property shall be constructed and thereafter maintained and operated in accordance with the conditions of the permit.

**Regulation in General:** The applicant shall comply with all applicable regulations administered by the County. These regulations shall include, but not be limited to, standards administered by the County Fire, Health, Public Works, and Merced County Community and Economic Development Departments.

**Disturbances:** The purpose of performance standards is to ensure compatibility between land uses by setting limits, whether generic or qualitative, for dust, heat, electrical disturbances, fumes, vapors, odor, noise, lighting. No use shall emit any offensive odor off-site based on typical human reaction except normal odor associated with certain uses that are allowed in agricultural areas (i.e., animal confinement facilities).

**Lighting:** All exterior lighting shall be designed and maintained in a manner so that glare and reflections are contained within the boundaries of the subject parcel. Exterior lighting shall be hooded and directed downward and away from adjoining properties and public rights-of-way. Field performance monitoring shall be conducted by the Merced County Community and Economic Development Department.

**Cultural Resources:** The applicant shall inform in writing all contractors and subcontractors for the project of the potential discovery of significant archaeological and historical resources below the ground surface in the project area. If any cultural resources are found or disturbed during project activities, all work must be halted within the area, and the Merced County Community and Economic Development Department and a qualified archaeologist must be contacted to evaluate the find.

**Erosion Control:** If the construction site has been disturbed (cleared, graded or excavated) and is to remain inactive for a period of three or more months, it shall be seeded with an annual grass and watered until growth is evident. If after disturbance, the site is inactive for three or more months during the dry period (June-October), as an alternative to seeding, a soil-binding dust palliative, such as Hemicellulose extract (wood molasses) solution, may be applied.

If seeded, grass shall be mowed (not disced under) to a maximum height of four inches for fire control. Grasses do not need to be maintained in a green/growing condition. Mowing should occur before the grass dries out to avoid fires that may result from blades striking rocks.

Field performance monitoring shall be conducted on a random basis by the Merced County Community and Economic Development Department.

**Dust Control:** During clearing, grading, earth-moving and other site preparation activities, and all construction, exposed earth surfaces shall be watered whenever needed, in order to prevent dust from leaving the project site on that phase of the project presently under development. Mud and dirt carried from the development onto adjacent roadways shall be cleaned up daily. Litter and debris shall be cleaned up daily to prevent it from leaving the project site and littering adjacent properties. Field performance monitoring shall be conducted on a random basis by the Merced County Community and Economic Development Department.

**Storm Water Runoff:** All storm water runoff from the site shall be disposed of subject to approval of the County Department of Public Works in one of the following ways: a) Uniform on-site percolation over widespread area; b) Use of on-site detention or retention basin; or 3) Off-site drainage to community drainage system.

**Mosquito Abatement District Requirements**: Compliance with all District requirements is required.

# 4.4.2 PROJECT-SPECIFIC CONDITIONS OF APPROVAL

As discussed in the Initial Study / Notice of Preparation (see Appendix A), the project site is in an area with rural levels/standards of fire protection. In response to this common condition in agricultural areas of the county, the Merced County Fire Department generally imposes requirements for on-site water storage for fire protection. The following conditions of approval would apply:

- 1) Fuel Storage: The applicant shall provide information on on-site fuel storage, amounts, types of fuel and oil, storage container sizes, mobile/stationary, dispensing equipment, and Spill Prevention Control and Countermeasure documents.
- 2) On-Site Water: The applicant shall describe on-site water storage containment, amounts of water, whether Fire Department connections are in place, apparatus access to flush tank, or other on-site water. [California Fire Code (CFC) Sec. 507.1]
- 3) Fire Department Access: All driveways accessing the parcel shall be surfaced with an approved all weather driving surfacing material. The roads shall be designed and maintained to support the imposed loads of fire apparatus and shall be surfaced so as to provide all-weather driving capabilities. Fire apparatus access roads shall have an unobstructed width of not less than 20 feet except for approved security gates in accordance with Section 503.6 and an unobstructed vertical clearance of not less than 13 feet 6 inches. (CFC 503.2.1)
- 4) Address Identification: New and existing buildings shall have approved address numbers, building numbers, or approved building identification placed in a position that is plainly legible and visible from the street or road fronting the property. (CFC 505.1)
- 5) Emergency Building Access: Knox Box appliance shall be required for emergency building access; Knox padlocks shall be required for gates, or electric key override for electric gates.

This chapter provides an evaluation of the generation and influence of air pollutant emissions and odors generated by the proposed Azevedo Dairy #2 Expansion project. As established in the Initial Study (IS) for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), the construction and operation of the Azevedo Dairy #2 Expansion could result in the generation of air pollutants and nuisance odors.

The technical analysis of air quality and odors prepared for this EIR has been conducted to comply with the requirements of the San Joaquin Valley Air Pollution Control District (SJVAPCD), the Merced County 2030 General Plan, and the County's Animal Confinement Ordinance (ACO) (Merced County Code (MCC) Chapter 18.64). Merced County adopted mitigation measures and study protocols in its certification of the 2030 Merced County General Plan EIR and the EIR for Revisions to the ACO, and in its approval of the ACO. The following evaluation implements, and is consistent with, these mitigation measures and study protocols.

#### INTRODUCTION

#### Air Quality

Air quality influences public health and welfare, the economy, and quality of life. Air pollutants have the potential to adversely impact public health, the production and quality of agricultural crops, visibility, native vegetation, and buildings and structures.

Criteria pollutants are those that are regulated by either the state or federal Clean Air Acts. Non-criteria pollutants are not regulated by these Acts, but are a concern as precursors to criteria pollutants and/or for their potential for harm or nuisance.

The criteria pollutants of most interest in the San Joaquin Valley associated with dairy sources are ozone and particulates (dust). Ozone is not emitted directly into the environment; rather, it is generated from complex chemical reactions in the presence of sunlight between reactive organic gases (ROG) (or non-methane hydrocarbons), and oxides of nitrogen (NO<sub>X</sub>). Ozone is a powerful respiratory irritant. Particulate matter is classified as respirable particulate matter (PM<sub>10</sub>) and fine particulate matter (PM<sub>2.5</sub>). Exposure to elevated levels of particulate matter causes irritation of the eyes and respiratory system, and exposure is implicated in increased levels of disease and death.

Important non-criteria pollutants include air toxics. Air toxics are generated from industrial processes (e.g., gas stations, dry cleaners, or car repairs), mobile sources using diesel engines, and agricultural sources such as dairies.

Odors associated with dairy and other animal confinement operations are primarily generated from manure and silage. Odor from these operations is the composite of as many as 170 or more specific gases, including ammonia, hydrogen sulfide, amines, organic acids, and heterocyclic nitrogen-bearing compounds. The odor characteristics that contribute to nuisance conditions include the intensity, concentration or strength of the odor, the odor frequency, the duration that the odor remains detectable, and the perceived offensiveness and character or quality of the odor.

#### 5.1 REGULATORY FRAMEWORK

#### 5.1.1 FEDERAL REGULATORY FRAMEWORK

# AIR QUALITY

The United States Environmental Protection Agency (EPA) is responsible for enforcing the many federal environmental and hazardous waste laws, including the federal Clean Air Act (CAA). California is within the jurisdiction of EPA Region IX, with offices in San Francisco. The CAA, established in 1963, was substantially modified in 1970 and again amended in 1990 to authorize the establishment of national health-based air quality standards, set deadlines for their attainment, and establish actions required of areas in the nation that exceeded these standards. Under the CAA, state and local agencies in areas that exceed the National Ambient Air Quality Standards (NAAQS) are required to develop state implementation plans (SIP) to show how they will achieve the NAAQS for ozone and particulate matter by specified dates (42 USC 7409, 7411). The EPA's responsibility to control air pollution in individual states is primarily to review submittals of SIPs that are prepared by each state.

The EPA requires that farms operating diesel-powered engines for farming operations submit an application for permit under Title V of the CAA if emissions from the engines exceed half of the major source threshold. Title V permits are operating permits issued by state or local permitting authorities to mostly large sources and some smaller sources of air pollution. Other agricultural operations, including animal confinement facilities over a certain size, are also required to apply for a Title V permit. Issuance of the Title V permit in California is delegated to local air districts in California; in this case, the SJVAPCD.

#### ODOR CONTROL

No federal laws exist for odor emissions; regulation is achieved through County ordinances, and enforced based upon complaints.

#### 5.1.2 STATE OF CALIFORNIA REGULATORY FRAMEWORK

# AIR QUALITY

In California, the California Air Resources Board (CARB) is responsible for preparing and enforcing the federally-required SIP in an effort to achieve and maintain NAAQS and California Ambient Air Quality Standards (CAAQS), which were developed as part of the California Clean Air Act (CCAA) adopted in 1988. CAAQS for criteria pollutants equal or surpass NAAQS, and include other pollutants for which there are no NAAQS. In addition, the CARB is responsible for assigning air basin attainment and nonattainment designations in California. Air basins are designated as being in attainment if the levels of a criteria air pollutant meet the NAAQS or CAAQS for the pollutant, and are designated as being in nonattainment if the level of a criteria air pollutant is higher than the corresponding NAAQS or CAAQS.

The CARB is the oversight agency responsible for regulating statewide air quality, but implementation and administration of NAAQS and CAAQS is delegated to the several regional Air Pollution Control Districts (APCD) and Air Quality Management Districts (AQMD). These districts have been created for specific air basins, and have principal responsibility for:

- Developing plans to meet CAAQS and NAAQS;
- Developing control measures for non-vehicular sources of air pollution necessary to achieve and maintain CAAQS and NAAQS;
- Implementing permit programs established for construction, modification, and operational air pollution sources;
- Enforcing air pollution statutes and regulations governing non-vehicular sources; and,
- Developing employer-based trip reduction programs.

To regulate air pollutant emissions within California, the state has been divided into 15 Air Basins based upon similar meteorological and geographic conditions, and in consideration of political boundary lines whenever practicable. Merced County is located in the San Joaquin Valley Air Basin (SJVAB), which is the second largest air basin in California. This Air Basin also includes San Joaquin County, Stanislaus County, Madera County, Fresno County, Kings County, Tulare County, and a portion of Kern County (see Figure 5-1).

Any stationary source equipment used in agricultural operations in the growing of crops or the raising of animals that may cause emissions of air contaminants is required by state law to obtain a permit from the local Air Pollution Control District.

#### **ODOR CONTROL**

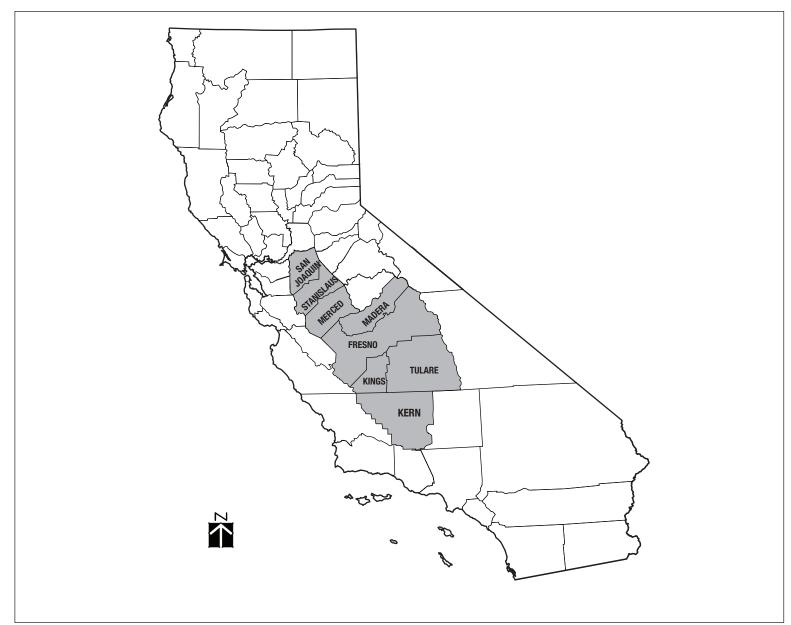
No state laws exist for odor emissions; regulation is achieved through County ordinances, and enforced based upon complaints.

# 5.1.3 SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT

The SJVAPCD is the lead air quality regulatory agency for the San Joaquin Valley Air Basin. The SJVAPCD has jurisdiction over all point and area sources of air emissions except for mobile sources (such as motor vehicles), consumer products, and pesticides. The SJVAPCD and CARB have joint responsibility for attaining and maintaining the NAAQS and CAAQS in the Air Basin.

The SJVAPCD is required to prepare ozone and PM<sub>2.5</sub> attainment demonstration plans to identify the regulatory framework necessary to bring the San Joaquin Valley into compliance with the ozone and PM<sub>2.5</sub> NAAQS. These attainment plans are described below (SJVAPCD 2024).

The SJVAPCD is a CEQA Responsible Agency for the proposed Azevedo Dairy #2 Expansion project via the SJVAPCD Permits Required Rule (Rule 2010) and New Source Review Rule (Rule 2201) (State CEQA Guidelines Section 15381).



Antonio Azevedo Dairy #2 Expansion Project CUP20-004

SOURCE: San Joaquin Valley Air Pollution Control District 2012; Planning Partners 2024

Figure 5-1
San Joaquin Valley Air Pollution Control District

# OZONE ATTAINMENT DEMONSTRATION PLAN (OZONE PLAN)

The SJVAB is designated as an extreme ozone nonattainment area for the EPA's 2008 8-hour ozone standard of 75 parts per billion (ppb). The SJVAPCD 2016 Ozone Plan addresses the EPA's 2008 8-hour ozone standard and identifies strategies to reduce NOx emissions by over 60 percent between 2012 and 2031. The plan demonstrates attainment by no later than December 31, 2031.

The EPA set the newest NAAQS for 8-hour ozone at 70 ppb effective December 28, 2015. EPA has designated the San Joaquin Valley as Extreme Nonattainment for this standard, with an attainment deadline of 2037. The District adopted the 2022 Plan for the 2015 8-Hour Ozone Standard on December 15, 2022. This Plan satisfies Clean Air Act requirements and ensures expeditious attainment of the 70 parts per billion 8-hour ozone standard. In 2024, the SJVAPCD issued the Ozone Contingency Measure State Implementation Plan Revision for the 2008 and 2015 8-Hour Ozone Standards to provide for additional emission reductions if the area fails to attain the air quality standard by the applicable deadline.

The control measures included in the attainment plan apply to currently regulated sources under SJVAPCD jurisdiction, but the cooperation of other federal, state, and local agencies is required to achieve attainment with federal ozone standards. The EPA and CARB are responsible for emission controls of aircraft, farming equipment, pesticides, consumer products, and motor vehicles that significantly contribute to the ozone pollution in the Air Basin.

Although EPA revoked its 1979 1-hour ozone standard in June 2005, many planning requirements remain in place, and the SJVAB must still attain this standard. The SJVAPCD 2013 Plan for the Revoked 1-Hour Ozone Standard (2013 Ozone Plan) includes modeling confirming that the SJVAB attained EPA's 1-hour standard by 2017 (SJVAPCD 2024). Thus, the SJVAB now meets the 1-hour ozone standard based on air monitoring data. On June 30, 2016, EPA took final action determining that the San Joaquin Valley had attained the 1-hour ozone national ambient air quality standard. The SJVAPCD adopted the 2023 Maintenance Plan and Redesignation Request for the Revoked 1-Hour Ozone Standard on June 15, 2023.

## PM<sub>10</sub> PLAN

Based on a decline in  $PM_{10}$  emissions, the San Joaquin Valley became the first air basin classified as "serious nonattainment" to be reclassified by EPA as in "attainment" of the  $PM_{10}$  standards. The SJVAPCD adopted the 2007  $PM_{10}$  Maintenance Plan to assure the San Joaquin Valley's continued attainment of EPA's  $PM_{10}$  standard.

# PM<sub>2.5</sub> PLAN

The San Joaquin Valley is classified as "serious" nonattainment for federal PM<sub>2.5</sub> (fine particulate matter) standards. The SJVAPCD adopted the 2018 Plan for the 1997, 2006, and 2012 PM<sub>2.5</sub> Standards on November 15, 2018. This plan addresses the EPA federal 1997 annual PM<sub>2.5</sub> standard of 15 micrograms per cubic meter (µg/m³) and 24-hour PM<sub>2.5</sub> standard of 65 µg/m³; the 2006 24-hour PM<sub>2.5</sub> standard of 35 µg/m³; and the 2012 annual PM<sub>2.5</sub> standard of 12 µg/m³. This Plan includes aggressive incentive-based control measures that achieve the massive emissions reductions needed to bring the Valley into attainment and will require significant funding estimated at \$5 billion. The SJVAPCD adopted the 2024 Plan for the 2012 Annual PM<sub>2.5</sub> Standard on June 20, 2024.

This Plan addresses the EPA federal 2012 annual PM<sub>2.5</sub> standard of 12  $\mu$ g/m³. The Plan fulfills the remaining CAA requirements, including the final modeling analysis, attainment strategy and emission reduction commitments, reasonable further progress/quantitative milestones, and contingency measures. This Plan demonstrates expeditious attainment of the 2012 PM<sub>2.5</sub> Standard by 2030.

# SJVAPCD RULES AND REGULATIONS APPLICABLE TO DAIRIES

Rule 2010 Permits Required. SJVAPCD Rule 2010 applies to agricultural uses, including dairies, and states that "any person who plans to or does operate, construct, alter, or replace any source of emission of air contaminants" must obtain the approval of the Air Pollution Control Officer and receive an Authority to Construct (ATC) and a Permit to Operate (PTO). The SJVAPCD requires an ATC/PTO for new animal confinement facilities with emissions in excess of five tons¹ per year² of volatile organic compounds (VOC), which are often referred to as reactive organic gases³, or for expanding facilities with an existing ATC/PTO. An ATC must be obtained before building or installing a new emissions unit or modifying an existing emissions unit that requires a permit. A PTO is issued after all construction is completed and the emission unit is ready for operation.

Dairy operations with non-fugitive emissions that exceed 10 tons/year for VOC and  $NO_x$  by either exceeding milk cow equivalents or from multiple agricultural engine emissions are required to obtain a federal Title V permit in compliance with the CAA. The SJVAPCD manages the Title V permit process, and issues both the District and Title V permit as a single permit. Emission estimates that contribute toward determining if a facility is subject to Title V permitting would include non-fugitive emissions from animal feeding operations, stationary internal combustion engines, and any other stationary equipment that may emit air contaminants. The process for obtaining a Title V permit involves additional steps beyond obtaining an ATC/PTO.

The ATC/PTO permit process is separate from the Conservation Management Practice (CMP) plans (see Rule 4550 below). However, if a facility submits their PTO application and CMP plan at the same time, the SJVAPCD will process the two permits concurrently. If a source requires both a CMP and PTO, the SJVAPCD will not charge any CMP fees for that facility (Rule 3190, Section 4.0).

Regulation VIII Fugitive PM<sub>10</sub> Prohibitions: Rules 8011-8081. Regulation VIII includes specific emission control strategies for fugitive dust from construction/demolition, bulk materials, carryout, open areas, paved and unpaved roads, equipment on unpaved roads, paved road dust, fugitive windblown dust, and farming operations. Projects that disturb at least 1-acre are required to notify the District at least 48 hours prior to earthmoving activities, and projects that disturb 5-acres or more, or will include moving more than 2,500 cubic yards per day of bulk materials would require a

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A United States ton, or short ton, is equal to 2,000 pounds (907 kg), while a metric ton, or tonnes, is equal to 2,205 pounds (1,000 kg).

District Rule 2020, Exemptions, Section 6.20.1, exempts Agricultural sources that, in aggregate, produce actual emissions less than one-half of the major source thresholds (10 tons/year for NOx and VOC).

The EPA defines volatile organic compounds (VOC) as any compound of carbon, excluding carbon monoxide, carbon dioxide, carbonic acid, metallic carbides or carbonates, and ammonium carbonate, which participates in atmospheric photochemical reactions. The California Air Resources Board uses the term reactive organic gases (ROG) in its emission inventory, which means any compound of carbon, excluding carbon monoxide, carbon dioxide, carbonic acid, metallic carbides or carbonates, and ammonium carbonate. However, not all identified VOCs are ROG, as some are non-reactive hydrocarbons that may not significantly contribute to ozone formation.

Dust Control Plan. Regulation VIII Rules 8011-8081 apply to the Azevedo Dairy #2 Expansion project and are designed to reduce PM<sub>10</sub> emissions.

Rule 2201: New and Modified Source Review. New sources of air pollution, and modifications of existing sources, must comply with District Rule 2201, also known as New Source Review (NSR). The NSR rule provides the mechanism for the District to issue permits to new and expanding businesses without interfering with efforts to meet the state and federal health-based air quality standards. NSR contains several main requirements – Best Available Control Technology (BACT), Best Available Retrofit Control Technology (BARCT), and offsets. However, agricultural sources are generally exempt from offsets, unless that agricultural source is also a major stationary source. If total operations of new dairies exceed five tons per year of emissions (i.e., VOCs and NO<sub>X</sub>), NSR rules apply. This triggers BACT and BARCT for the new "emissions sources," applied through the ATC and PTO permits. If any existing source makes modifications to its operations, and those modifications generate two pounds or more per day of any criteria emissions, the NSR is also triggered.

Rule 3135: Dust Control Plan Fee. This rule requires the applicant to submit a fee in addition to a dust control plan (per Rules 8011-8081).

Rule 4002: (National Emission Standards for Hazardous Air Pollutants). In the event that any portion of an existing building will be renovated, partially demolished, or removed, the project will be subject to District Rule 4002. Prior to any demolition activity, an asbestos survey of existing structures on the project site may be required to identify the presence of any asbestos containing building material (ACBM). In accordance with CAL-OSHA requirements, a certified asbestos contractor must remove any identified ACBM having the potential for disturbance.

**Rule 4102: Nuisance.** This rule applies to any source operation that emits or may emit air contaminants or other materials. In the event that the project or construction of the project creates a public nuisance, it could be in violation and be subject to District enforcement action. Odors emanating from agricultural operations, however, are exempt.

Rule 4550: Conservation Management Practices. The purpose of this rule is to limit fugitive dust emissions from agricultural operations. The rule outlines requirements for owner/operators of agricultural operations to prepare CMP plans for all agricultural producers with 100 contiguous acres or more to reduce dust emissions in areas of crop production, animal feeding operations, and unpaved roads/equipment areas.

Rule 4570: Confined Animal Facilities. Rule 4570 requires that all owners/operators of any Confined Animal Facility (CAF) shall submit a permit application for each CAF – this applies to dairies with greater than or equal to 500 milk cows. The application shall include an emission mitigation plan that lists the VOC mitigation measures that the facility will use to comply with all applicable requirements of Rule 4570. All dairies that are currently subject to the rule must comply with Phase II mitigation measures. These mitigation measures include management practices that minimize the formations of VOCs or control VOCs by moving the VOC-forming material to a controlled situation. Examples of management practice type mitigation measures are feed manipulation, frequent scraping of animal housing, and covering of silage piles. Operators must choose a certain number of management practices from a limited menu of options for each operation (for a list of mitigation options, see Appendix D of this EIR).

Rule 4601: Architectural Coatings. This rule applies if there are any architectural coatings applied to structures. The purpose of this rule is to limit VOC emissions from architectural coatings. This rule specifies architectural coatings storage, cleanup, and labeling requirements.

Rule 4641: Cutback, Slow Cure, and Emulsified Asphalt, Paving and Maintenance Operations. The purpose of this rule is to limit VOC emissions by restricting the application and manufacturing of certain types of asphalt for paving and maintenance operations.

Rule 4702: Internal Combustion Engines – If internal combustion engines or spark-ignited internal combustion engines (such as diesel generators) are used as part of the dairy operations, these rules limit the emissions of nitrogen oxides (NO<sub>X</sub>), carbon monoxide (CO), sulfur oxides (SO<sub>X</sub>), and VOC from internal combustion engines or spark-ignited internal combustion engines rated at 25 brake horsepower or greater.

SJVAPCD Policy for Risk Management Review: The purpose of a Risk Management Review (RMR) is to ensure on-going compliance with the Air Toxics "Hot Spots" information and Assessment Act of 1987 (AB 2588). SJVAPCD's Technical Services unit performs the RMRs for dairies being permitted by the District for those activities covered under the permits. The health risk assessment addresses emissions from: ammonia; hydrogen sulfide; particulate matter and its toxics components (e.g., aluminum, lead, manganese, nickel, etc.); and xylenes, formaldehydes, carbon tetrachloride, and other components from VOCs.

#### ODOR CONTROL

The SJVAPCD 2015 Guide for Assessing Air Quality Impacts (GAMAQI) includes a screening tool for odor sources to qualitatively assess a project's potential to adversely affect area receptors. According to the screening tool, if there are sensitive receptors (e.g., hospitals, schools, and residential areas) within one mile of a feed lot or dairy, then a more detailed investigation should be provided due to a greater possibility of nuisance<sup>4</sup>. Because of the subjective nature of odor impacts, the many variables that can influence odors, and the many types of odor sources, the SJVAPCD does not prescribe any quantitative methodologies to determine if potential odors would have a significant impact. Rather, lead agencies are encouraged to make a determination of significance based on a review of complaint records. The SJVAPCD defines a significant odor problem as more than one confirmed complaint per year or three unconfirmed complaints per year averaged over a three-year period.

#### 5.1.4 MERCED COUNTY

Merced County Code Sections 18.64.050 U and HH<sup>5</sup> (see Appendix C of this EIR) require compliance with requirements of the SJVAPCD and reduction of air emissions as set forth below.

#### 18.64.050 General

U. The animal confinement facility and access roads shall meet the requirements of the San Joaquin Valley Unified Air Pollution Control District.

<sup>&</sup>lt;sup>4</sup> Odors emanating from agricultural operations such as dairies are exempt from District Rule 4102 Nuisance.

As noted above, the SJVAPCD has adopted Rules 4550 and 4570 for the control of PM<sub>10</sub> and ROG emissions from dairies, thereby voiding Section 18.64.050 OO of the Animal Confinement Ordinance that previously applied.

- HH. New or expanding animal confinement facilities shall provide and maintain one or more of the following dust control measures on unpaved roads within the facility area:
  - 1. A uniform layer of washed gravel; or
  - 2. Chemical/organic dust suppressants; or
  - 3. Vegetative materials; or
  - 4. Paving; or
  - 5. Any other method that effectively limits visible dust emissions to 20 percent opacity.

## MERCED COUNTY GENERAL PLAN

The Air Quality Element of the Merced County General Plan contains goals and policies pertaining to the protection of air quality in Merced County. Those policies that are relevant to the proposed project are presented below:

## Policy AQ-2.2: Development Review Process

Use the development review process to achieve measurable reductions in criteria pollutant, toxic air contaminants, and greenhouse gas emissions.

#### Policy AQ-2.3: Cumulative Impacts

Encourage the reduction of cumulative air quality impacts produced by projects that are not significant by themselves, but result in cumulatively significant impacts in combination with other development.

#### Policy AQ-2.4: Mitigation

Require that local and regional air quality impacts identified during CEQA review for projects reviewed and approved by the County are consistently and fairly mitigated.

### Policy AQ-2.5: Innovative Mitigation Measures

Encourage innovative mitigation measures and project redesign to reduce air quality impacts by coordinating with the San Joaquin Valley Air Pollution Control District, project applicants, and other interested parties.

### Policy AQ-2.7: Air District Best Performance Standards

Require the County to use the Best Performance Standards adopted by SJVAPCD during the development review and decision-making process to ensure new projects meet the targets set by the district.

## Policy AQ-6.1: Particulate Emissions from Construction

Support the San Joaquin Valley Air Pollution Control District's efforts to reduce particulate emissions from construction, grading, excavation, and demolition to the maximum extent feasible and consistent with State and Federal regulations.

#### Policy AQ-6.8: Voluntary Emissions Reduction Agreement

Require all project applicants, where project emissions have been evaluated to exceed SJVAPCD significance thresholds, to consult with the SJVAPCD regarding the establishment of a Voluntary Emissions Reduction Agreement between the applicant and the SJVAPCD. Support the SJVAPCD in its efforts to fund the Emission Reduction Incentive Program.

These policies were considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures below. A more detailed discussion of the relevance of these policies to the proposed project is located in Table 11-1 of Chapter 11, *Land Use Compatibility*.

#### **ODOR CONTROL**

Merced County uses a setback approach to odor nuisance control using two complementary provisions of the Zoning Code: Section 18.10.020 C, Agricultural Zone Land Uses and Permit Requirements, and Section 18.64.040, Locational Criteria. Summarily, these two sections of the Zoning Code require a 0.5-mile setback between the active areas of a dairy and various sensitive uses, including large and small locations of urban uses; residentially designated property in the General Plan or residentially zoned property; sensitive uses such as schools, hospitals, jails, public or private recreational areas, parks, or all wildlife refuges; or concentrations of five or more off-site residences. The following provision of the ACO (see Appendix C) specifically addresses nuisance effects from odors.

## 18.64.060 Comprehensive Nutrient Management Plan

- C. The CNMP shall contain the following components and other information as required by the Division of Environmental Health:
  - 8. Operation and Maintenance of the Facility
    - a. Describe odor control measures.

The MCC also includes a Right-to-Farm Ordinance (Section 17.08.080(H)) that seeks to reduce the opposition of residential neighbors to nuisances created by commercial farming, such as odors. Since 1986, Merced County's Right-to-Farm Ordinance has been administered by the Community and Economic Development Department (CEDD). The Ordinance is an educational and disclosure measure, not a regulatory requirement. It informs purchasers of property during the residential development process, when subdivisions or parcel splits are approved and building permits are issued, that there may be inconveniences and discomfort associated with normal farming activities and that any established agricultural operations will not be considered a nuisance.

The 2030 Merced County General Plan contains policies that set clear expectations of what is considered a nuisance and thresholds where measures for nuisance control may apply consistent with the ACO measures and Right-to-Farm Ordinance cited above. Those policies that are relevant to the proposed project are presented below:

#### Policy AG-3.1: Right-to-Farm Ordinance

Continue to implement the Right-to-Farm Ordinance to define and limit instances where agricultural operations may be considered a nuisance to surrounding rural residential, residential or urban development.

#### Policy AG-3.9: New Confined Animal Facility Location Requirements

Require new or expanded confined animal facilities to be located, at a minimum:

- a) One-half mile from any Rural Center or Urban Community boundary; residentially-designated or zoned property; sensitive uses such as schools, hospitals, jails, Federal wildlife areas, State wildlife areas, and public parks; or concentrations of five or more off-site residences. This does not include areas for municipal uses such as wastewater treatment facilities, airports, or solid waste recycling or disposal facilities located outside urban areas; and
- b) One thousand feet from any off-site residence, unless there is written permission from the off-site property owner.

These policies were considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures below. A more detailed discussion of the relevance of these policies to the proposed project is located in Table 11-1 of Chapter 11, *Land Use Compatibility*.

# 5.1.5 AIR QUALITY STANDARDS

The EPA has set NAAQS for ozone, nitrogen dioxide, carbon monoxide, sulfur dioxide, respirable particulate matter (PM<sub>10</sub>), and airborne lead. In addition to the NAAQS, the CARB has established CAAQS to protect public health and welfare. Standards have been set for ozone, sulfur dioxide, PM<sub>10</sub>, sulfates, airborne lead, hydrogen sulfide, and vinyl chloride, at levels designed to protect the most sensitive members of the population, particularly children, the elderly, and people who suffer from lung or heart diseases. An area where the standard for a pollutant is exceeded is considered a nonattainment area, and is subject to planning and pollution control requirements that are more stringent than standard requirements. The CARB is responsible for assigning air basin attainment and nonattainment designations for federal and state criteria pollutants.

State and national air quality standards consist of two parts: an allowable concentration of a pollutant, and an averaging time over which the concentration is to be measured. Allowable concentrations are based on the results of studies on the effects of the pollutants on human health, crops and vegetation, and, in some cases, damage to paint and other materials. The averaging times are based on whether the damage caused by the pollutant is more likely to occur during exposures to a high concentration for a short time (i.e., one hour), or to a relatively lower average concentration over a longer period (e.g., eight hours, 24 hours, or one month). For some pollutants, there is more than one air quality standard, reflecting both its short-term and long-term effects.

Table 5-1 presents the CAAQS and NAAQS for selected pollutants. Table 5-2 summarizes the attainment status of the Air Basin. Of the criteria pollutants, the Air Basin is in nonattainment for ozone, PM<sub>2.5</sub>, and state PM<sub>10</sub>. As discussed above, the SJVAPCD has enacted plans designed to bring the basin back to attainment status for ozone and PM<sub>2.5</sub>.

Table 5-1 Federal and California Ambient Air Quality Standards and Attainment Status				
Pollutant	Averaging Time	California Standards Concentration	Federal Primary Standards Concentration	
Ozone (O <sub>3</sub> )	8-hour	$0.070 \text{ ppm } (137 \text{ µg/m}^3)$	0.070 ppm (137 μg/m³)	
	1-hour	0.09 ppm (180 μg/m³)		
Respirable Particulate Matter	24-hour	$50  \mu g/m^3$	150 μg/m <sup>3</sup>	
$(PM_{10})$	Annual Arithmetic Mean	$20  \mu g/m^3$		
Fine Particulate Matter	24-hour		$35  \mu g/m^3$	
$(PM_{2.5})$	Annual Average	$12  \mu g/m^3$	$9.0  \mu \text{g/m}^3$	
Carbon Monoxide	8-hour	9.0 ppm (10 mg/m³)	9 ppm (10 mg/m³)	
	1-hour	20 ppm (23 mg/m <sup>3</sup> )	35 ppm (40 mg/m <sup>3</sup> )	
Nitrogen Dioxide	Annual Average	$0.030 \text{ ppm } (57 \mu\text{g/m}^3)$	$0.053 \text{ ppm } (100  \mu\text{g/m}^3)$	
	1-hour	0.18 ppm (339 μg/m <sup>3</sup> )	0.100 ppm (188 μg/m³)	
Lead	30-day Average	$1.5  \mu g/m^3$		
	Rolling 3-Month Average		$0.15  \mu g/m^3$	
Sulfur Dioxide	24-hour	0.04 ppm (105 μg/m³)	0.14 ppm (for certain areas)	
	3-hour		0.5 ppm	
	1-hour	0.25 ppm (655 μg/m <sup>3</sup> )	0.075 ppm (196 μg/m³)	
Sulfates	24-hour	$25  \mu g/m^3$	No Federal Standard	
Hydrogen Sulfide	1-hour	0.03 ppm (42 μg/m <sup>3</sup> )	No Federal Standard	
Vinyl Chloride	24-hour	0.01 ppm (26 μg/m <sup>3</sup> )	No Federal Standard	

Notes: ppm = parts per million; mg/m<sup>3</sup> = milligrams per cubic meter;  $\mu$ g/m<sup>3</sup> = micrograms per cubic meter Shaded areas indicate that Merced County is in non-attainment for that air pollutant standard.

Source: CARB 2024, EPA 2024.

Table 5-2 San Joaquin Valley Air Basin Attainment Status				
Pollutant	State of California Attainment Status	Federal Attainment Status		
Ozone – 1-hour	Nonattainment/Severe	Attainment <sup>a</sup>		
Ozone – 8-hour	Nonattainment	Nonattainment (Extreme)		
Respirable Particulate Matter (PM <sub>10</sub> )	Nonattainment	Attainment		
Fine Particulate Matter (PM <sub>2.5</sub> )	Nonattainment	Nonattainment (Serious)		
Carbon Monoxide	Attainment/Unclassified	Attainment/Unclassified		
Nitrogen Dioxide	Attainment	Attainment/Unclassified		
Lead	Attainment	No designation		
Sulfur Dioxide	Attainment	Attainment/Unclassified		
Sulfates	Attainment	No Federal Standard		
Hydrogen Sulfide	Unclassified	No Federal Standard		

# Notes:

a On June 30, 2016, the EPA made a determination of attainment of the 1-hour ozone standard in the San Joaquin Valley. *Source: CARB 2022, EPA 2024a.* 

# 5.2 ENVIRONMENTAL SETTING

# 5.2.1 AIR QUALITY

## **CLIMATE AND METEOROLOGY**

The San Joaquin Valley is bounded by the Sierra Nevada mountain range to the east, the coastal mountain ranges to the west, the Tehachapi mountains to the south, and San Joaquin County to the north. The Valley is approximately 250 miles long and averages approximately 35 miles in width.

From west to east, elevations in and adjacent to the San Joaquin Valley range from approximately 3,000 feet above mean sea level (MSL) along the crest of the coastal mountain ranges, to below sea level in areas of the Valley itself, and above 10,000 feet msl along the crest of the Sierra Nevada. The predominant wind direction in the Valley is from the northwest toward the southeast.

The climate in Merced County is semiarid, characterized by hot, dry summers and cold, moist winters. The warmest month is July with average temperatures in the 90°s Fahrenheit and midday temperatures ranging up to 100° to 110°. The coldest month is January with average low temperatures in the 30°s.

Annual precipitation, mostly rainfall, ranges from 8 to 13 inches in the San Joaquin Valley, 9 to 14 inches in the foothills of the Sierra Nevada, to 13 to 24 inches in the Sierra Nevada. The average length of the frost-free season in Merced County is approximately 250 days per year. Precipitation occurs mainly from November to April; January typically has the highest rainfall. Fog is prevalent in the Valley from December to March.

The mountains surrounding the San Joaquin Valley Air Basin (Air Basin) restrict air movement through and out of the basin, and, as a result, impede the dispersion of pollutants from the basin. Inversion layers are formed in the Air Basin throughout the summer and winter. These layers occur when cooler air near the ground surface is overlain by warmer air that prevents the vertical dispersion of pollutants. During the summer, the San Joaquin Valley experiences daytime temperature inversions at elevations from 2,000 to 2,500 feet above the valley floor, and during the winter, inversions occur at elevations from 500 to 1,000 feet above the valley floor.

### CRITERIA AND NON-CRITERIA AIR POLLUTANTS

Criteria pollutants are those that are regulated by either the state or federal Clean Air Acts. Non-criteria pollutants are not regulated by these Acts, but are nonetheless of concern for animal confinement facilities because they may be precursors to criteria pollutants, or because of their potential for harm or nuisance. Table 5-3 provides a description of each of the criteria air pollutants and their known health effects.

Table 5-3 Air Pollutants and Associated Health Effects				
Pollutant	Major Source	Human Health Effects		
Ozone (O <sub>3</sub> )	Formed from chemical reactions between reactive	Eye irritation and damage to lung tissue.		
	organic gases/volatile organic compounds (ROG or	Increased risk of premature mortality,		
	VOC), or non-methane hydrocarbons, and nitrogen	pulmonary inflammation, the risk of		
	oxides in the presence of sunlight. Major ROG and	asthma attacks, and the need for medical		

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Table 5-3						
Pollutant	Major Source	Human Health Effects				
	NO <sub>x</sub> generators in the San Joaquin Valley include: motor vehicles and farming equipment such as tractors, feed trucks, and pumps; farming operations; and solvent evaporation.	treatment and for hospitalization of persons with asthma. Ozone also harms vegetation, reduces crop yields, and accelerates deterioration of paints, finishes, rubber products, plastics, and fabrics. People most at risk from breathing air containing ozone include people with asthma, children, older adults, and people who are active outdoors, especially outdoor workers.				
Particulate Matter (PM <sub>10</sub> and PM <sub>2.5</sub> )	The main sources of fugitive dusts are unpaved roads, construction, and paved roads. Additional sources of PM <sub>10</sub> include fuel combustion, mobile sources, industrial processes, agriculture, fires, solvents, and miscellaneous sources. In animal confinement facility operations, particulates are primarily produced as a result of animal movement on dry manure, soil tillage, harvesting, and vehicle travel on unpaved roads. Secondary PM <sub>10</sub> formation occurs as a result of the reaction of ammonia with nitrous oxides/sulfur oxides to form aerosols. Ammonia emissions from dairies are considered to be precursors to PM <sub>2.5</sub> formation. Federal and state standards have not been developed for ammonia, but it is listed in AB 2588 as a substance for which emissions must be estimated for facilities that exceed certain thresholds. These thresholds include facilities that emit 10 or more tons of PM <sub>10</sub> annually.	Irritation of the eyes and respiratory system. Longer-term exposure to particulate matter is associated with chronic respiratory inflammation, rhinitis, asthma, increased susceptibility to respiratory tract infections, and increased mortality. Also, irregular heartbeat and heart attacks may result. People with heart or lung diseases, children, and older adults are the most likely to be affected by particle pollution exposure.				
Carbon monoxide (CO)	Carbon monoxide is a product of inefficient combustion, principally from automobiles and other mobile sources of pollution. Because rural areas of the San Joaquin Valley and Merced County are classified as attainment for CO, and animal confinement facilities and activities associated with them are very minor sources of CO, this pollutant will not be discussed further.	Reduces the ability of blood to deliver oxygen to vital tissues, affecting the cardiovascular and nervous system.  Impairs vision, causes dizziness, and can lead to unconsciousness or death. Very high levels of CO are not likely to occur outdoors.				
Nitrogen Oxides	Nitrogen oxides react photochemically with hydrocarbons in the presence of sunlight to form ozone. Nitrogen oxides are major contributors to smog formation and acid deposition. Sources include on-road motor vehicles; other mobile sources such as aircraft, trains, boats, and farm equipment; and stationary sources of fuel combustion such as oil and gas production and industrial facilities. In agriculture, nitrous oxides are released from the nitrification of ammonia in livestock waste, but more is released directly from soil.	NO <sub>2</sub> is a deep lung irritant and may cause pulmonary edema when inhaled in sufficient quantities. Chronic exposures to NO <sub>2</sub> may cause pulmonary damage, decreased pulmonary function, and increased susceptibility to respiratory infection. Other studies have shown that short-term or long-term exposures to NO <sub>x</sub> can increase susceptibility to respiratory infection by bacterial pneumonia or influenza virus. People with asthma, as well as children and the elderly are generally at greater risk for the health effects of NO <sub>2</sub> .				
Lead	Sources of lead resulting in concentrations in the air include industrial sources and crustal weathering of soils followed by fugitive dust emissions. Because	Health effects from exposure to lead include brain damage, kidney damage, and learning disabilities. The lead effects				

Pollutant	Major Source	Human Health Effects
	the San Joaquin Valley and Merced County are classified as attainment for lead, and animal confinement facilities and activities associated with them are very minor sources of lead, this pollutant will not be discussed further.	most likely to be encountered in current populations are neurological effects in children.
Sulfates	Sulfates are the product of further oxidation of sulfur dioxide, which is produced when any sulfurcontaining fuel is burned, or by chemical plants that treat or refine sulfur or sulfur containing chemicals. Sulfates contribute to acid deposition problems, and form aerosols, which contribute to PM <sub>2.5</sub> . Because the San Joaquin Valley and Merced County are classified as attainment for sulfates, and animal confinement facilities and activities associated with them are very minor sources of sulfates, this pollutant will not be discussed further.	Respiratory irritant. Aggravates lung and heart problems. People with asthma, particularly children, are sensitive to these effects of SO <sub>2</sub> . In the presence of moisture and oxygen, sulfur dioxide converts to sulfuric acid which can damage marble, iron and steel. Damages crops and natural vegetation. Impairs visibility. Precursor to acid rain.

Source: California Air Resources Board 2024b, United States Environmental Protection Agency 2024b.

Ammonia emissions from dairies are considered to be precursors to PM<sub>2.5</sub> formation. In reactions in the atmosphere, gaseous ammonia combines with SOx and NOx to form ammonium nitrate and ammonium sulfate PM<sub>2.5</sub> particles. Formation of PM<sub>2.5</sub> requires both ammonia and SOx or NO<sub>x</sub>. Ammonium nitrate is estimated to comprise about 40 percent of the San Joaquin Valley's annual average PM<sub>2.5</sub> concentrations, but it is generally regarded as having relatively low toxicity as compared to other types of PM<sub>2.5</sub> species (SJVAPCD 2015). Dairies are a source of ammonia, but do not necessarily produce PM<sub>2.5</sub> unless the SOx or NO<sub>x</sub> concentration is sufficiently high. In most rural settings, SOx/NOx concentrations limit the formation of PM<sub>2.5</sub>. According to a report completed by the SJVAPCD in 2019, the SJVAPCD modeling results demonstrated that ammonia (NH<sub>3</sub>) is not a significant precursor to PM<sub>2.5</sub> concentrations in the Valley; the data indicated that ammonium nitrate formation in the Valley is limited by the amount of NO<sub>x</sub> present in the air (SJVAPCD 2019). Further, the CARB has an extensive suite of measures in place to reduce NOx emissions from mobile sources that reduce ammonium nitrate. For these reasons, the CARB has excluded ammonia from control requirements in the SIP.

As described above, the Air Basin is currently in nonattainment for several criteria pollutants. In general, increased emissions could be expected to increase existing levels of chronic lung disease and to increase morbidity<sup>6</sup> and mortality. While the CARB is continually refining livestock emission estimates and incorporating this data into its regional air quality models for ozone and particulate matter, there is a lack of commonly accepted epidemiological models to forecast health impacts from dairies and other confined animal facilities (Mitloehner 2007). However, it has been well documented that there are adverse respiratory effects from exposure in agricultural occupations. Harmful air emissions from animal confinement facilities result from feed handling, animal movement, and manure storage and removal; these emissions tend to impact farm workers, who experience higher exposure, more than neighboring residents, who experience lower exposures (Mitloehner 2007).

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<sup>&</sup>lt;sup>6</sup> Illness or disease.

# **AIR QUALITY MONITORING**

The San Joaquin Valley Air Basin's air quality monitoring network provides information on ambient concentrations of air pollutants. The SJVAPCD operates several monitoring stations in the SJVAB, including two stations in Merced County, where the air quality data for ozone, PM<sub>2.5</sub>, and PM<sub>10</sub> were obtained. Table 5-4 compares a five-year summary of the highest annual criteria air pollutant emissions collected at these monitoring stations with applicable CAAQS, which are more stringent than the corresponding NAAQS. Due to the regional nature of these pollutants, ozone, PM<sub>2.5</sub>, and PM<sub>10</sub> are expected to be fairly representative of the project area.

As indicated in Table 5-4, the O<sub>3</sub>, PM<sub>2.5</sub> and PM<sub>10</sub> federal and state standards have been exceeded in Merced County over the past five years.

Table 5-4 Annual Air Quality Data for Merced Cou	nty Air (	Quality	Monito	oring St	ations
Pollutant	2018	2019	2020	2021	2022**
Ozone (O <sub>3</sub> ) 1-hour: Monitoring location: Merced County – S Coffee Avenue					
Maximum Concentration (ppm)	0.104	0.087	0.100	0.099	0.096
Days Exceeding State Standard (1-hr avg. > 0.09 ppm)	<u>4</u>	0	<u>2</u>	<u>2</u>	<u>2</u>
Ozone (O <sub>3</sub> ) 8-hour: Monitoring location: Merced County – S Coffee Avenue					
Maximum Concentration (ppm)	0.084	0.077	0.088	0.090	0.083
Days Exceeding State Standard (8-hr avg. > 0.070 ppm)	<u>23</u>	6	<u>21</u>	<u>24</u>	<u>10</u>
Days Exceeding National Standard (8-hr avg. > 0.075 ppm)		<u>1</u>	<u>5</u>	7	<u>2</u>
PM <sub>10</sub> : Monitoring location: Merced County – 2334 M Street	PM <sub>10</sub> : Monitoring location: Merced County – 2334 M Street				
Days Exceeding State Standard (Daily Standard 50 µg/m³)	59.6	54.4	*	*	*
Maximum State 24-Hour Concentration (μg/m³)	<u>142.7</u>	<u>99.1</u>	<u>209.9</u>	<u>85.8</u>	<u>100.5</u>
Days Exceeding Federal Standard (Daily Standard 150 μg/m³)	0	0	5.8	*	*
Maximum Federal 24-Hour Concentration (μg/m³)		96.1	<u>210.7</u>	86.9	46.4
PM <sub>2.5</sub> : Monitoring location: Merced County – 2334 M Street					
Days Exceeding National 2006 Standard (Daily Standard 35 μg/m³)	<u>29.7</u>	3.0	27.7	14.3	4.1
Maximum National 24-Hour Concentration (μg/m³)	<u>94.7</u>	<u>41.6</u>	<u>86.0</u>	<u>72.9</u>	<u>43.7</u>

Notes: Underlined Values in excess of applicable standard / ppm = parts per million /  $\mu g/m^3$  = micrograms per cubic meter.

Source: California Air Resources Board 2024c. Air Quality Trend Summaries. Accessed at < www.arb.ca.gov/adam>.

### 5.2.2 ODORS AND OTHER EMISSIONS

The most significant source of nuisance odors from animal confinement facilities is the anaerobic decomposition of manure. Odor offensiveness varies with the moisture content of the manure. Studies have shown that pen odors have been found to increase up to 60 times under wet conditions (Augustin et al 2011).

Typically, the surface (aerobic) layer of feedlot manure and dairy waste ponds provide a physical barrier to atmospheric emission of the odors created by the underlying anaerobic layer. Further, the topography surrounding the dairy operation affects how and where odors move. Odorous air may be confined within depressions or valleys, and odors tend to move downhill under calm conditions. Odorous air will also either go around elevated areas or be dispersed more quickly when moved over higher and varied terrain (Henry and Stowell, undated).

<sup>\*</sup>Insufficient data to determine the value.

<sup>\*\*2022</sup> is the latest year of data available as of preparation of this chapter (July 2024).

The four basic approaches to control odor and odorants associated with dairies are diet manipulation, manure treatment, capture and treatment of emitted gases, and enhanced dispersion (USDA CLAQC 2000). Vegetative barriers such as purposefully planted linear arrangements of trees and shrubs can help obstruct, modify, absorb, and/or dissipate livestock odor plumes and other emissions prior to contact with people. Baseline data has shown that vegetative barriers can contribute up to 10 percent reduction in the movement of odor downwind (Tyndall and Colletti 2007). Vegetative barriers may also provide an aesthetic benefit, and could affect how people perceive agriculture and livestock odor.

Emissions from Animal Confinement Facilities. Though animal confinement facilities emit odors, the formation of odorous compounds is dependent upon a number of independent variables, including moisture content, aerobic versus anaerobic decomposition, and other aspects of manure management, local meteorology, and diet. Thus, it is not possible to develop an odor emission factor based on the number of head. However, it is probable that odor emission rates at a particular facility could increase with expanded operations and herd size.

**Health Effects:** Everyone reacts to odors differently. Some people are more sensitive to environmental odors than others. While increased odor levels may not be associated with a real risk to human health, nuisance odors can produce physical reactions such as: headache, nausea, stress, cough, shortness of breath, nasal congestion, eye/nose/throat irrigation, sore throat, wheezing, chest tightness, shortness of breath, drowsiness, sleep disturbance, and mental depression. Further, while not extensively studied, long-term exposure to the mix of volatile compounds that produce odor may contribute to health risks, including asthma, atopic dermatitis, and neurological damage (M.T. Piccardo et. al. 2022; CDC DCHI 2017). However, in general, most substances that cause odors in the outdoor air are not at levels that can cause serious injury, long-term health effects, or death. These signs and symptoms may be from

For the purpose of this document, **receptors** are defined as people – children, adults, and seniors – occupying or residing in:

- Residential dwellings;
- Schools;
- Daycares;
- Hospitals;
- Senior-care facilities.

Sensitive receptors are facilities that house or attract children, the elderly, people with illnesses, or others who are especially sensitive to the effects of air pollutants. Hospitals, schools, convalescent facilities, and designated residential areas are examples of sensitive receptors.

**Sensitive uses** include jails, public parks, Federal or State owned and managed wildlife areas, in addition to sensitive receptors listed above.

other causes as well. For example, watery eyes and a stuffy nose may also be related to seasonal allergies, and depression may be the sign of other stressful events or problems. (CDC DCHI 2017)

Existing Sensitive Uses and Receptors: There is one off-site residences located within the windshed of the dairy (defined as an area of 1,320 feet upwind to 2,640 downwind of the periphery of the animal facility). For the Azevedo Dairy #2, the closest off-site residences to existing active dairy facilities is located approximately 1,155 feet east-southeast of the active dairy facilities (see Figure 3-8 in Chapter 3, *Project Description*). The El Nido Rural Center boundary is located approximately 2.25 miles south of existing active dairy facilities. The nearest school is El Nido Elementary School, located in El Nido, approximately three miles south of the project site. There are no parks or wildlife areas in the vicinity of the project site. (Impact AQ-5 evaluates the potential impacts from exposure of both on-site and off-site receptors to substantial pollutant concentrations from the emissions of air contaminants that cause odor.)

# BIOAEROSOLS AND VALLEY FEVER

Bioaerosols are airborne particles that originate from biological sources including animals, plants, fungi, bacteria, protozoa, and viruses. While many of these organisms are harmless, and may even be considered beneficial, some bioaerosols can carry pathogens that can cause illness in humans after entry into the respiratory system. Examples of bioaerosols encountered in occupational environments include plant pollen, algae, fungal spores, bacteria such as actinomycetes, droplets produced during coughing and sneezing that may contain bacteria and viruses, dust containing insect excreta, animal dander, and fragments derived from each of these sources. Bioaerosols are found in most enclosed environments owing to their ubiquitous presence in nature.

The major sources of bioaerosols on a dairy are animals, animal wastes, feed, and bedding materials. It has been reported that bioaerosols from livestock in substandard environments (e.g. overcrowded conditions, cold, poor hygiene, poor feeding, high relative humidity, stress, contaminated feeding) may cause infectious diseases in farm animals, as well as in human farm workers and residents living in close proximity to farms. Bioaerosol concentrations generally have considerable variation over time and space because bioaerosol sources don't necessarily generate bioaerosols continuously. Bioaerosol dispersion is affected by weather and climate and can be carried on dust by wind, while precipitation reduces the dispersion of bioaerosols. (CDC NIOSH 2017; USDA 2012)

Valley fever (also called coccidioidomycosis or "cocci") is a disease caused by a fungus that grows in the soil and dirt in some areas of California and the southwestern United States. While not considered a criteria pollutant, people and animals can get sick when they breathe in dust that contains the Valley fever fungus, *Coccidioides immitis*. Like seeds from a plant, a fungus grows and spreads from tiny spores that are too small to see. It is generally found in the top two to 12 inches of the soil. Cultivated, irrigated soil may be less likely to contain the fungus compared to undisturbed soils. When soil or dirt is stirred up by strong winds or while digging, dust containing these fungus spores can get into the air. Anyone who lives, works, or travels in an area where the Valley fever fungus grows can breathe in these fungus spores from outdoor dust without knowing it and become infected. However, there is no reliable way to test the dirt around a worksite for Valley fever. (CDPH 2024)

Valley fever is most common in California in the Central Valley and Central Coast. More than half of people (about 60 percent) infected with Valley fever have no symptoms, and their bodies will fight off the infection naturally. People who get sick usually develop symptoms one to three weeks after breathing in the fungus. Valley fever usually infects the lungs, and some people can develop respiratory symptoms or pneumonia. Common Valley fever symptoms can be mistaken for a cold, influenza, or pneumonia, but last longer than one week, though Valley fever is not contagious. Each year in California, there are around 80 deaths from Valley fever and more than 1,000 people are hospitalized with it. (CDPH 2024)

# 5.3 ENVIRONMENTAL EFFECTS

## 5.3.1 SIGNIFICANCE CRITERIA

In accordance with Appendix G to the State CEQA Guidelines, Section III, *Air Quality*, this analysis considers impacts to be significant if implementation of a proposed action would:

- Conflict with or obstruct implementation of the applicable air quality plan. (III.a)
- Result in a cumulatively considerable net increase of any criteria pollutant for which the project region is nonattainment under an applicable federal or state ambient air quality standard. (III.b)
- Expose sensitive receptors to substantial pollutant concentrations? (III.c)
- Result in other emissions (such as those leading to odors affecting a substantial number of people. (III.d)

### SIGNIFICANCE THRESHOLDS

The SJVAPCD's GAMAQI (SJVAPCD 2015) has established thresholds for certain criteria pollutants for determining whether a project would have a significant air quality impact. Construction and operational emissions are calculated separately. The SJVAPCD significance thresholds are presented in Table 5-5.

Table 5-5 SJVAPCD Significance Thresholds – Criteria Pollutants				
Threshold of Significance				
Pollutant/Precursor	Construction	Operationa	perational Emissions	
1 onutant/1 recursor	Emissions (tons/year)	Permitted Equipment and Activities (tons/year)	Non-Permitted Equipment and Activities (tons/year)	
Reactive Organic Gases (ROG)	10	10	10	
Oxides of Nitrogen (NO <sub>X</sub> )	10	10	10	
$PM_{10}$	15	15	15	
PM <sub>2.5</sub>	15	15	15	
Carbon Monoxide (CO)	100	100	100	
Sulfur Oxide (SO <sub>X</sub> )	27	27	27	

Notes: The significance of the impacts of the emissions from construction, operational non-permitted equipment and activities, and operational permitted equipment and activities are evaluated separately. The thresholds of significance are based on a calendar year basis. For construction emissions, the annual emissions are evaluated on a rolling 12-month period.

Source: San Joaquin Valley Air Pollution Control District "Guidance for Assessing and Mitigating Air Quality Impacts" 2015.

The SJVAPCD's GAMAQI includes screening-level thresholds for construction and operational emissions to help determine when an ambient air quality analysis (AAQA) must be performed. An AAQA would entail the use of air dispersion modeling to determine whether emission increases from a project will cause or contribute to a violation of the CAAQS or NAAQS. The SJVAPCD's AAQA screening-level thresholds are 100 pounds per day of any criteria pollutant, after compliance with Rule 9510 requirements and implementation of all enforceable mitigation measures; projects with emissions in excess of this threshold would require dispersion modeling, while projects below this threshold are presumed to not result in a violation of the CAAQS or NAAQS.

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As used in the Health Risk Assessment (HRA), the SJVAPCD level of significance for carcinogenic risk is twenty in one million (20 x 10<sup>-6</sup>), which is understood as the possibility of causing twenty additional cancer cases in a population of one million people. The level of significance for acute and chronic non-cancer risk is a hazard index of 1.0.

In relation to objectionable odors, the Merced County CEDD uses a setback approach to odor nuisance control, requiring setbacks between animal confinement facilities and other uses of 0.5-mile for urban areas and sensitive uses, and 1,000 feet for isolated rural residences. If the specified uses are within the setback distances, the County presumes an increased potential for odor nuisance conditions, though it relies on a record of odor complaints to confirm the presence or absence of nuisance conditions. According to the SJVAPCD GAMAQI, a significant odor impact is defined as more than one confirmed complaint per year averaged over a three-year period, or three unconfirmed<sup>7</sup> complaints per year averaged over a three-year period.

Odor modeling was not used in the evaluation of odor impacts in this EIR because it is highly subjective and the County has an established setback approach to odor nuisance control, in combination with odor complaints. Unlike HRAs and AAQAs, there is a lack of agency guidance in conducting an adequate odor model analysis. Odors can be detected within very short timeframes (on the order of seconds), and the minimum averaging period for the most-used dispersion models is one-hour, requiring the use of lesser-known and understood models, or manually adjusting the averaging period. In addition, there is a huge variability among the general population in the ability to detect odor. Since odor is a nuisance, an odor study generally uses the most conservative odor detection threshold available. Finally, it is almost impossible to change someone's perception of odors of particular uses, such as dairies, and model results will often be ignored if an individual claims the detection of a nuisance odor.

# 5.3.2 ENVIRONMENTAL IMPACTS

The evaluation of the Azevedo Dairy #2 Expansion project addresses the emissions associated with the expansion of the existing herd size from 2,735 cows to the proposed level of operations at 4,000 cows, an increase of 1,265 cows. The proposed project would include the addition of a new 68,000 square foot (1.6-acre) concrete manure storage area. Additional site improvements include a new mechanical separator (see Figure 3-6). No new buildings are proposed with this project. The existing animal housing structures and wastewater storage pond are sufficient to accommodate the proposed increase in herd size. Construction of the proposed facilities would result in the conversion of approximately 2 acres of cropland on Field 2. Crops grown on site would continue to be used for dairy feed crops and supplement imported grain and hay. All project-related construction and operational activities as described in Chapter 3, *Project Description*, would generate some level of air quality emissions, and thus are being assessed as part of this EIR.

# Impact AQ-1: Construction-related air emissions (Criterion III.b)

Construction activities associated with the Azevedo Dairy #2 Expansion project would result in short-term air emissions including ROG, CO, SO<sub>2</sub>, NO<sub>x</sub>, and fugitive dust. For projects in which construction related activities would disturb equal to or greater than one acre of surface area, the

An unconfirmed complaint means that either the odor or air contaminant release could not be detected, or the source of the odor could not be determined.

SJVAPCD requires implementation of an approved Dust Control Plan. Because construction emissions would not exceed SJVAPCD significance thresholds, this would be a less-than-significant impact.

Setting information is set forth above in this chapter regarding ozone precursors and fugitive dust, including the major sources of the pollutant; its potential for adverse environmental effects; the role of animal confinement facilities in the emissions; and potential human health effects. The San Joaquin Valley, including Merced County, is designated as a nonattainment area for federal 8-hour ozone standards, federal PM<sub>2.5</sub> standards, state 1- and 8-hour ozone standards, and state PM<sub>10</sub> and PM<sub>2.5</sub> standards.

The only construction activities associated with the dairy expansion project would include the construction of a new 68,000 square foot concrete manure storage area and the installation of a new mechanical separator. No new buildings are proposed for this project. Construction activities are anticipated to not exceed two weeks. Therefore, emissions and health risk associated with construction activities are considered de-minimis and are not analyzed any further. Construction of the proposed project would not result in emissions that would exceed the SJVAPCD significance thresholds.

Although the project would not exceed significance thresholds, the applicant would still be required to comply with Regulation VIII and all applicable SJVAPCD Rules and Regulations. SJVAPCD's Regulation VIII (Rule 8021) specifies control measures for PM<sub>10</sub> emissions from construction related activities, including demolition. In addition, Rule 3135 establishes a Dust Control Plan Fee, which would also be required. A summary of control measures for construction and other earthmoving activities included in Regulation VIII are as follows:

### Pre-Activity:

- Pre-water site sufficient to limit Visible Dust Emissions (VDE) to 20% opacity, and
- Phase work to reduce the amount of disturbed surface area at any one time.

### During Active Operations:

- Apply water or chemical/organic stabilizers/suppressants sufficient to limit VDE to 20% opacity; or
- Construct and maintain wind barriers sufficient to limit VDE to 20% opacity.
- Apply water or chemical/organic stabilizers/suppressants to unpaved haul/access roads and unpaved vehicle/equipment traffic areas sufficient to limit VDE to 20% opacity and meet the conditions of a stabilized unpaved road surface.

# Temporary Stabilization During Periods of Inactivity:

- Restrict vehicular access to the area; and
- Apply water or chemical/organic stabilizers/suppressants, sufficient to comply with the conditions of a stabilized surface. If an area having 0.5 acres or more of disturbed surface area remains unused for seven or more days, the area must comply with the conditions for a stabilized surface area as defined in section 3.53 of Rule 8011.

Speed Limitations and Posting of Speed Limit Signs on Uncontrolled Unpaved Access/Haul Roads on Construction Sites

- Limit the speed of vehicles traveling on uncontrolled unpaved access/haul roads within construction sites to a maximum of 15 miles per hour.
- Post speed limit signs that meet State and federal Department of Transportation standards at each
  construction site's uncontrolled unpaved access/haul road entrance. At a minimum, speed limit
  signs shall also be posted at least every 500 feet and shall be readable in both directions of travel
  along uncontrolled unpaved access/haul roads.

### Wind Generated Fugitive Dust Requirements

• Cease outdoor construction, excavation, extraction, and other earthmoving activities that disturb the soil whenever VDE exceeds 20% opacity. Indoor activities such as electrical, plumbing, dry wall installation, painting, and any other activity that does not cause any disturbances to the soil are not subject to this requirement.

• Continue operation of water trucks/devices when outdoor construction excavation, extraction, and other earthmoving activities cease, unless unsafe to do so.

The SJVAPCD requires that animal confinement facilities obtain an ATC permit prior to initiating construction on a new facility if the facility results in emissions in excess of five tons/year of VOCs, or for expanding facilities with an existing ATC/PTO. The proposed dairy expansion project would require a new ATC and PTO from the SJVAPCD for the expanded herd and modification of the existing facilities. The project's compliance with Regulation VIII would be enforced through the ATC permit. For projects in which construction related activities would disturb equal to or greater than one acre of surface area, the SJVAPCD recommends that the County's conditions of approval require that the applicant provide a receipt of a SJVAPCD approved Dust Control Plan or Construction Notification form prior to the issuance of the first building permit. The SJVAPCD also recommends the project applicant should use the cleanest available off-road construction equipment, including the latest tier equipment, to reduce impacts from construction-related diesel exhaust emissions.

Emissions of construction-related ozone precursors and fugitive dust would not exceed the threshold values used by the SJVAPCD. In addition, the project would be required to implement construction dust control measures and comply with SJVAPCD rules described above to reduce construction emissions. Therefore, the magnitude of construction-related emissions would be considered to be less than significant.

To ensure project compliance with applicable SJVAPCD Rules and Regulations, the following measure would be recommended.

**Significance of Impact:** Less than significant.

### Recommended Measure AQ-1a:

Prior to the release of the first-issued building permit, the applicant shall provide to the County a receipt of a SJVAPCD approved ATC permit, in addition to a Dust Control Plan or Construction Notification form in compliance with Regulation VIII – Fugitive Dust PM<sub>10</sub> Prohibitions. The proposed animal confinement facility expansion may be subject to additional rules, including, but not limited to Rule 4570, Confined Animal Facilities, Rule 4102 (Nuisance), Rule 4601 (Architectural Coatings), Rule 4641 (Cutback, Slow Cure, and Emulsified Asphalt, Paving and Maintenance Operations), and Rule 4002 (National Emission Standards for Hazardous Air Pollutants). The project applicant will be required to implement measures of applicable SJVAPCD Rules and Regulations as noted.

# Recommended Measure AQ-1b:

As recommended by the SJVAPCD, the project applicant should use the cleanest available off-road construction equipment, including the latest tier equipment, to reduce impacts from construction-related diesel exhaust emissions.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Project implementation of SJVAPCD rules and regulations to be included in the SJVAPCD permit process would reduce construction emissions further and the proposed project construction emissions would continue to be considered less than significant following implementation of the recommended measure.

**Implementation/Monitoring**: Implementation of the measure would be the responsibility of the project applicant. The Merced County Division of Environmental Health and the SJVAPCD shall monitor for compliance. Implementation of Recommended Measure AQ-1 shall be implemented prior to the release of the first-issued building permit, during construction, and throughout ongoing operations.

# Impact AQ-2: Carbon monoxide emissions from operational equipment and increased traffic (Criteria III.b)

Operation of equipment used at the Azevedo Dairy #2 Expansion for processing and farming would result in emissions of carbon monoxide. Because the magnitude of emissions from the Azevedo Dairy #2 Expansion would not exceed SJVAPCD significance thresholds, this would be a less-than-significant impact.

Setting information regarding CO, including the major sources of the pollutant; its potential for adverse environmental effects; the attainment status of the San Joaquin Valley and Merced County; the role of animal confinement facilities in the emissions; and potential human health effects, is presented in the environmental setting, above. As set forth in Table 5-2, the San Joaquin Valley air basin, including Merced County, is in attainment for CO under both state and federal standards.

Equipment such as tractors and milk tankers are used at the Azevedo Dairy #2, and the use of this equipment results in exhaust emissions. On-site mobile source emissions from the feed loading tractor, a feed delivery tractor, bedding delivery tractor, manure loading tractor, milk tankers, solids manure removal trucks, and commodity delivery trucks would result in a minimal increase of CO emissions with the proposed expansion (see Appendix G of this EIR). Additionally, the SJVAPCD has implemented Rules 4701 and 4702 regulating the operations of internal combustion engines to further reduce potential CO, ROG, and NO<sub>x</sub> emissions.

Expanded facility operations at the Azevedo Dairy #2 would result in increases of vehicular traffic on local roads, and, therefore, in localized exhaust emissions. The primary source of CO emissions in California is on-road motor vehicles; this source is significant only for areas with large traffic volumes and congested intersections and roadways. Milk from the proposed project would continue to be collected from the dairy by tanker truck. Feed and commodity deliveries would result in additional truck trips to the dairy site. As estimated by the project sponsor, average daily trips (ADT) by all vehicle classes are approximately 37.1 ADT, and would increase to approximately 54.3 ADT with the proposed expansion. Emissions of CO from vehicular traffic is estimated to be 0.08 tons annually (see Appendix F-1 of this EIR), which would not exceed SJVAPCD significance thresholds of 100 tons per year. With low traffic volumes and generally high levels of service of rural roadways serving the site (and resulting low background concentrations of CO), the effect of CO emissions related to traffic from dairy operations at the Azevedo Dairy #2 Expansion is expected to be minimal.

Because of the low volumes of traffic associated with the project, the fact that the Air Basin is in attainment for state and federal CO standards, and emissions from the Azevedo Dairy #2 Expansion project would not exceed SJVAPCD significance thresholds, the CO emissions associated with the traffic related to the proposed levels of operations at the project would be considered to be less than significant.

**Significance of Impact:** Less than significant.

Mitigation Measure AQ-2: None required.

# Impact AQ-3: Ozone precursor emissions from dairy operations, farm equipment, and increased traffic (Criteria III.b)

Emissions of ozone precursors (volatile organic Compounds (VOC)/Reactive Organic Gases (ROG) and Nitrogen Oxides (NOx)) from dairy operations, farm equipment, and increased traffic from the Azevedo Dairy #2 Expansion project would exceed SJVAPCD emissions criteria with establishment of the dairy expansion, which could result in human health effects. This would be a significant impact.

Setting information is discussed previously in this Chapter regarding ROG/VOC and NO<sub>x</sub>, precursors of ozone, including the major sources of the pollutants; their potential for adverse environmental effects; the role of animal confinement facilities in the emissions; and potential human health effects.

New dairies that exceed the threshold of five tons/year of VOCs or modifications to existing sources that are subject to the SJVAPCD permit requirements must obtain an ATC and PTO from the SJVAPCD, as well as undergo New Source Review (Rule 2201) requirements to determine if new emission sources trigger BACT. Farming equipment exhaust, increased vehicle exhaust, and manure management and feed are sources of ozone precursor emissions. These sources are discussed by pollutant type (NO<sub>X</sub> or VOC) below.

Farming Equipment and Increased Traffic: Operational sources of VOC and NO<sub>x</sub> emissions associated with animal confinement facilities include farming equipment exhaust<sup>8</sup>, truck exhaust, and employee vehicle exhaust. Vehicular traffic from the Azevedo Dairy #2 Expansion would generate approximately 17.2 additional daily trips. Farming equipment such as tractors, milk trucks, back-up generators<sup>9</sup>, and pumps are typically used as part of dairy or other animal confinement operations, and the increased use of this equipment would contribute to an increase in exhaust emissions. Farming equipment used for crop cultivation and harvesting would also result in exhaust emissions. There would be a small decrease in use and emissions since there would be an overall decrease in

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The CARB In-Use Off-Road Diesel Vehicle Regulation aims to reduce diesel PM and NO<sub>X</sub> emissions from existing off-road heavy-duty diesel vehicles in California. However, vehicles used solely for agriculture are exempt from the Off-Road regulation.

The District's permitting process typically ensures that emissions of criteria pollutants from permitted equipment and activities at stationary sources are reduced or mitigated to below the District's thresholds of significance. Because there is no new permitted equipment proposed for the dairy herd expansion, there would be no change in emissions from permitted sources.

cropping activity with the proposed dairy project<sup>10</sup> (number of cropped acres would decrease, and farming cropping patterns and number of harvests per field would stay the same).

 $NO_X$  Emissions - The increment of increase of NOx emissions from traffic were calculated using CalEEMod Version 2022.1.1.26 (see Appendix F-1) and emissions from on-site mobile sources and off-road equipment were estimated using generally accepted emission factors (see Appendix G). The increment of increase with the proposed expansion of  $NO_X$  emissions from truck trips, employee travel, and on-site mobile movement such the feed loader would be 0.30 tons per year. The change in  $NO_X$  emissions from farm equipment was estimated using a Merced County-specific emissions factor and applying it to harvested acres (including multiple harvests per year). There would be a decrease of -0.013 tons per year of  $NO_X$  emissions from farm equipment.

VOC Emissions - Increased VOC emissions from traffic were calculated using CalEEMod Version 2022.1.1.26 (see Appendix F-1) and emissions from on-site mobile sources and off-road equipment were estimated using generally accepted emission factors (see Appendix G). The estimated increase of VOC/ROG emissions from these sources at the dairy would be 0.218 tons/year. The change in VOC emissions from farm equipment was estimated using a Merced County-specific emissions factor and applying it to harvested acres (including multiple harvests per year). There would be a decrease of -0.002 tons/year of VOC emissions from farm equipment compared to existing operations.

Manure Management and Feed: VOCs are an ozone precursor and are emitted directly from dairy cows, from the fermentation and decomposition of cattle feed, and from the decomposition of cattle manure. There are several management practices used at the Azevedo Dairy #2 that control emissions. For example, all animals are fed in accordance with National Research Council (NRC) guidelines to minimize undigested protein and other undigested nutrients in the manure with the result that the overall emissions of NH<sub>3</sub> and VOCs associated with manure decomposition are reduced. As proposed by the SJVAPCD, emission reduction measures for feed handling and storage include best management practices, such as minimizing the surface area of the silage face exposed to the atmosphere and cleaning up residual feed to avoid decomposition and increased emissions.

Most nitrogen loss from manure management occurs in the form of  $N_2O$  emissions from nitrification and denitrification of the nitrogen contained in the manure. Indirect emissions result from volatile nitrogen losses, primarily in the form of ammonia and  $NO_X$ . There are large uncertainties associated with using default emission factors of direct  $N_2O$  emissions from manure management, and similarly with  $NO_X$  emissions, since  $NO_X$  emissions from manure decomposition are highly dependent on the management system and duration of waste management (Eckard 2007; IPCC 2019).

NO<sub>X</sub> emissions from soil - Nitrogen in soil can be transformed to various N gases (NOx, nitrous oxide-N<sub>2</sub>O, ammonia-NH<sub>3</sub>, and nitrogen-N<sub>2</sub>) through nitrification and denitrification by soil microorganisms. Many factors influence the emission of N gases such as soil moisture, temperature, microbial activity, aeration and organic matter content. Cropland is the dominant source of soil NOx emissions in California, contributing nearly 60 percent of statewide soil NOx emissions (Guo, L., et. al. 2020). Studies have indicated that an increase of soil NOx and N<sub>2</sub>O emissions is primarily attributable to the increase of agricultural inputs from fertilizer and manure (Almaraz, et. al. 2018).

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The existing 82 acres cropped in corn/oats would be reduced to 80 acres (due to conversion of approximately 2 acres of crop field).

However, there are conflicting studies regarding the magnitude of NOx emissions from soils contributing to overall NOx emissions in California, some saying that soil may be responsible for 40 percent of total California NOx emissions based on July 2018 data (Tong, et. al. 2021). Researchers at CARB found that soil NOx is a relatively minor fraction of the total NOx emissions in California and has a minor effect on atmospheric concentrations of particulate nitrate in the San Joaquin Valley (CARB 2024a; Guo, L., et. al. 2020). Several existing farming practices could be used to reduce soil NO<sub>x</sub> emissions from fertilized croplands, such as application of fertilizers at agronomic rates, using cover crops to absorb excess nitrogen, and efficient application methods. Many of these methods are promoted through the California Department of Food and Agriculture's Fertilizer Research and Education Program.

For the Azevedo Dairy #2, wastewater would continue to be applied to cropland as fertilizer with the proposed dairy expansion. Studies have reported a wide range of soil NOx emissions, which emphasizes the complexity of soil NOx dynamics. There are no currently adopted emission factors for NO<sub>x</sub> emissions from the soil due to the wide number of variables, the episodic nature of N gases from soil, and lack of extensive assessment (Guo, L., et. al. 2020). To provide an estimate on the potential change in NO<sub>x</sub> emissions from the soil as a result of the dairy expansion, this analysis uses N<sub>2</sub>O emissions<sup>11</sup> from Michigan State University's US Cropland Greenhouse Gas Calculator, which accounts for different cropping systems (see Appendix F). Based on the overall reduction of 2 acres of existing cropland, it is estimated there would be a decrease of -0.002 tons/year of N<sub>2</sub>O emissions with the proposed project.

Because the proposed operations would result in increased solid manure exported for off-site application to cropland, and the County can't control where the manure is sold and how it is applied to cropland, and due to the complexity of soil NOx dynamics, it would be considered speculative to assess project-level emissions at off-site fields.

VOC Emissions - Calculations of total VOC emissions from cows at the Azevedo Dairy #2 Expansion are set forth in Appendix F. Silage pile and Total Mixed Ration (TMR) VOC emissions flux are calculated based on the area of exposure on the silage piles and feed lanes<sup>12</sup>. Estimated VOC emissions from feed at the Azevedo Dairy #2 Expansion project are set forth in Appendix F. The dairy would continue to maintain the same number of covered silage piles with an open end. TMR was calculated based estimated area of feed per cow. VOC emissions from the feed and manure management would total 41.68 tons/year with the proposed project, with the expansion contributing 15.79 more tons/year over existing conditions. VOC emissions from all animal confinement facilities in the San Joaquin Valley are discussed in Section 12.1, Cumulative Impacts.

While N<sub>2</sub>O emissions from soil compared to NOx emissions from soil vary according to soil parameters and are not necessarily equal (Williams, E.J. et. al. 1992), one study found total emissions of N<sub>2</sub>O and NOx from agriculture to be similar (Pan, SY., He, KH., Lin, KT. *et al.* 2022). While not perfect, this analysis uses N<sub>2</sub>O to provide an estimate of what NOx emissions may be until a more accurate emission factor is adopted.

For the purposes of this analysis, it is assumed that there would only be one open silage face for each silage type at a given time. TMR was calculated based on SJVAPCD estimated area of feed per cow.

The VOC Emission Factors used in this analysis are from the dairy emissions calculator spreadsheet provided by the SJVAPCD (dated January 2020)<sup>13</sup>. Aggregated VOC emissions for all activities associated with the Azevedo Dairy #2 Expansion are presented in Table 5-6.

Table 5-6 Aggregated VOC/ROG Emissions from the Azevedo Dairy #2 Expansion				
Emission Source	Existing VOC/ROG Emissions	Proposed VOC/ROG Emissions	Increment of Increase with Proposed Expansion	
Traffic, On-site Mobile Source, Off-road Equipment			0.218 tons/year	
Farm Equipment	0.120 tons/year	0.118 tons/year	-0.002 tons/year	
Feed and Manure Management	25.89 tons/year	41.68 tons/year	15.79 tons/year	
Total Increment of Increase			16.01 tons/year	
SJVAPCD Significance Criterion			10 tons/year	
Criterion Exceeded?			YES	

Source: Planning Partners, 2024. See Appendix F of this DEIR.

Summarily,  $NO_x$  emissions from expanded project operations would result in an estimated net increase of 0.279 tons/year of  $NO_x$  emissions from existing conditions. The increment of increase in VOC emissions associated with the proposed expansion would be 16.01 tons/year over existing operations.

The proposed dairy expansion would trigger New Source Review and application of BACT, and an ATC/PTO would be required prior to the initiation of construction. Implementation of SJVAPCD permit requirements would reduce VOC emissions from the dairy expansion. As part of the PTO, the dairy operator would be required to submit an ATC/PTO application detailing an emission mitigation plan listing all chosen BACT/BARCT mitigation measures. The SJVAPCD would then consider implementation of the selected mitigation measures as conditions of the ATC permit required by District Rule 2201. The menu of potential mitigation measures that could apply to the proposed dairy expansion is included in Appendix D of this EIR. MCC Section 18.64.050 U (see Appendix C of this DEIR) applies to this impact, which includes compliance with requirements of the SJVAPCD and required reduction of air emissions, including PM<sub>10</sub> and ROG.

### Feasibility of SIVAPCD Recommended Mitigation Measures

In order to mitigate significant air quality impacts from a project, the SJVAPCD may enter into a Voluntary Emission Reduction Agreement (VERA) with a project applicant. A VERA is a program in which a project applicant provides a pound-for-pound mitigation of project-specific emissions by providing funds for SJVAPCD emission reduction projects. In implementing a VERA, the SJVAPCD verifies the actual emission reductions that have been achieved as a result of completed grant contracts, monitors the emission reduction projects, and ensures the enforceability of achieved reductions. Merced County supports the SJVAPCD in its use of a VERA as reduction measure to lessen impacts on air quality. The 2030 Merced County General Plan includes Policy AQ-6.8:

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The Azevedo Dairy #2 is currently required to comply with all applicable mitigation measure requirements of SJVAPCD Rule 4570, which are expected to result in VOC emissions reductions. These mitigation measures as identified by the SJVAPCD, and the expected control measure for each, are included in calculations for existing and proposed operations.

Voluntary Emissions Reduction Agreement, in the General Plan, which encourages project applicants to consult with the SJVAPCD regarding the establishment of a VERA. Consistent with General Plan Policy AQ-6.8, Mitigation Measure AQ-3 below would be required. However, requiring a VERA for this proposed dairy expansion (instead of keeping it voluntary) would violate the SJVAPCD's own policies. As noted in the Staff Report for Item 16 for the May 16, 2015 Governing Board Study Session, the purposes of the VERA program are to:

- Secure emissions reductions beyond those required by existing District rules and regulations (The emissions reductions secured through VERAs are "surplus" of existing regulations, achieving reductions earlier or beyond those required by regulations);
- Primarily capture emissions sources not under the District's direct regulatory authority such as NOx from mobile source emissions engendered by increases in vehicle miles travelled (The VERA program was developed in response to the emissions increases associated with that growth in vehicular emissions, and the need to mitigate any associated significant air quality impacts under CEQA).

In the case of confined animal facilities, including dairies, all of the emissions sources related to animal and manure management are defined as emission units and regulated under District Rule 4570, Confined Animal Facilities. On-field operations associated with a dairy are regulated through Rule 4550, Conservation Management Practices. For new facilities or modification of existing sources, increased emissions are regulated through District Rule 2201, New and Modified Stationary Source Review. Within this regulatory scheme, there are very few unregulated direct emissions sources associated with dairies, such as the proposed Azevedo Dairy #2. Additionally, dairy activities result in a low volume of vehicle trips, and hence, low vehicle miles travelled. Therefore, dairies do not result in substantial surplus emissions outside of the District's regulatory authority, and under the goals of the VERA program set forth above, would not necessitate a VERA to be required by the County.

The SJVAPCD also recommends that significant impacts on air quality should be reduced to levels of significance through incorporation of design elements such as the use of cleaner Heavy Heavy-Duty (HHD) trucks and vehicles, measures that reduce Vehicle Miles Traveled (VMT), and measures that increase energy efficiency<sup>14</sup>. The proposed dairy expansion project is an agricultural land use in which most VMT reduction measures, such as providing park and ride lots or telecommuting centers, would not apply. Similarly, recommended measures to increase energy efficiency apply to residential, commerical, and industrial land uses. The existing and proposed dairy operations would continue to implement several energy efficiency measures as set forth in Impact GHG-2. In terms of HHD trucks and vehicles under control of the applicant, this onsite equipment includes a feed loading tractor, feed delivery tractor, and manure scraping/bedding delivery tractor. At least two of these year 2020 tractors are classified as low-emission Tier 4 equipment, and VOC missions from this equipment is estimated to be less than 0.078 tons/year. Because of the low level of emissions from the equipment; and the use of newer, more efficient models of equipment, no additional measures would be necessary to reduce air emissions from heavy duty trucks and vehicles.

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The SJVAPCD provides more information on transportation mitigation measures at: http://www.valleyair.org/transportation/Mitigation-Measures.pdf.

# Human Health Effects

This discussion is provided to address concerns raised in the California Supreme Court's Sierra Club v. County of Fresno (2018) 6 Cal. 5th decision (Friant Ranch 2018) decision regarding adequate disclosure of the potential human health effects from significant air quality impacts. The Friant Ranch decision requires projects with significant air quality impacts to "relate the expected adverse air quality impacts to likely health consequences or explain why it is not feasible at the time of drafting to provide such an analysis, so that the public may make informed decisions regarding the costs and benefits of the project."

As described in the Environmental Setting of this chapter, exposure to criteria pollutant emissions can cause human health effects (see Table 5-3). Health effects associated with ozone include respiratory symptoms, worsening of lung disease leading to premature death, and damage to lung tissue. Potential health effects vary depending primarily on the pollutant type, the concentration of pollutants during exposure, and the duration of exposure. Air pollution does not affect every individual within a population in the same way, and some groups are more sensitive than others to adverse health effects. However, using the SJVAPCD emissions threshold is not amenable to determining project level assessments of human health effects. Air districts have focused on reducing regional emissions from all sectors to meet the health-based concentration standards, thereby reducing the pollutant specific health impacts for the entire population. As set forth above, the SJVAPCD has prepared plans to attain and maintain the ozone and particulate matter ambient air quality standards. These attainment plans include emissions inventories, air monitoring data, control measures, modeling, future pollutant-level estimates, and general health information. Attainment planning models rely on regional inputs to determine ozone and particulate matter formation and concentrations in a regional context, not a project specific context. For an analysis of the potential for localized health impacts, see Impacts AQ-5 and AQ-6 regarding hazardous air pollutants and health risk.

In their amicus briefs on the Friant Ranch case, the South Coast Air Quality Management District and SJVAPCD staff determined<sup>15</sup> that it is not feasible with existing modeling techniques to correlate a project's impacts related to VOC, NOx, and PM emissions to quantifiable health impacts. As described in the introduction to this chapter, ROG/VOC and NOx are precursors to ozone, increased concentrations of which can cause health effects generally associated with reduced lung function. The amicus briefs also note that ozone formation is not linearly related to VOC and NOx emissions. The contribution of VOCs and NOx to a region's ambient ozone concentrations is the result of complex photochemistry. Because of the reaction time involved, peak ozone concentrations often occur far downwind of the precursor emissions. Therefore, ozone is a regional pollutant that often affects large areas. In other words, because of the complexity of ozone formation, the pounds or tons of emissions from a proposed project in a specific geographical location does not equate to a specific concentration of ozone formation in a given area, because in addition to emission levels, ozone formation is affected by atmospheric chemistry, geography, and weather. Because air district attainment plans and supporting air model tools are regional in nature, they do not allow for analysis of the health impacts of specific projects on any given geographic location.

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Brief for San Joaquin Valley Unified Air Pollution Control District as Amicus Curiae Supporting Respondents, Sierra Club, Revive the San Joaquin, and League of Women Voters Fresno v. County of Fresno and Friant Ranch, L.P. (2018), 6 Cal.5th 502, Case No. S219783.

In contrast to attainment models, CalEEMod, one of the models used for this CEQA air quality analysis, is designed to calculate and disclose the mass emissions expected from the construction and operation of the proposed dairy expansion project (tons/year). The estimated emissions are then compared to SJVAPCD significance thresholds, which are in turn keyed to reducing emissions to levels that will not interfere with the region's ability to attain the Federal and State ambient air quality standards. This protects public health in the overall region, but there is currently no methodology to determine the impact of emissions on concentration levels in specific geographic areas in the San Joaquin Valley. The SJVAPCD currently does not have a methodology that would provide Lead Agencies and CEQA practitioners with a consistent, reliable, and meaningful analysis to correlate specific health impacts that may result from a proposed project's mass emissions (SJVAPCD 2023). While the Sacramento Metropolitan Air Quality Management District (SMAQMD) has developed guidance to address the Friant Ranch Ruling for CEQA projects in the Sac Metro Air District (SMAQMD 2020), even with conservative factors built in, the models' outputs indicate low overall health effects. The modeling results support a conclusion that any one proposed project in the SMAQMD Five-Air-District Region with emissions at or below the maximum threshold levels would not on its own lead to sizeable health effects. Since the proposed project is under the jurisdiction of the SJVAPCD, given existing constraints, the analysis of direct health impacts due to criteria air pollutant emissions from the proposed dairy expansion is not yet feasible and will remain a qualitative discussion.

As stated above, the proposed dairy expansion project would result in an increase in VOC emissions of 16.01 tons/year over existing operations, which would exceed the SJVAPCD significance threshold of 10 tons/year. In order to provide some context on project emissions compared to emissions in the SJVAB, the daily emissions due to project operations were compared to the total daily emissions of VOC in the air basin. The estimated increase in VOC emissions of up to 16.01 tons/year, or approximately 0.044 tons per day due to the proposed project would be a relatively small fraction of the estimated 1,032 tons per day in the SJVAB in 2022 (CARB 2023a). However, by emitting VOC emissions above significance thresholds, the project would contribute to more days of ozone exceedances and would contribute to air emissions in the region that are unhealthy for sensitive groups and other populations as described in Table 5-3 above.

### Summary

Prior to the release of the first-issued building permit, the applicant must provide to the County a receipt of a SJVAPCD approved ATC permit. The project applicant must further comply with all applicable SJVAPCD Rules including but not limited to: Rule 2010 – Authority to Construct/Permit to Operate; Rule 2201 New Source Review; Rule 4570, Confined Animal Facilities; implement BACT/BARCT mitigation measures appropriate for this dairy operation to be developed during permit review in cooperation with SJVAPCD staff, including but not limited to all applicable measures in Appendix D of this EIR; and Rules 4701 and 4702, Internal Combustion Engines. Compliance with SJVAPCD Rules would reduce VOC emissions from the proposed dairy expansion.

Because the proposed dairy expansion project would result in an increase of VOC emissions that would exceed the SJVAPCD significance thresholds and could result in human health effects, the project-level impact would be significant. For a discussion of cumulative air quality impacts, see Section 12.1, *Cumulative Impacts*.

Significance of Impact: Significant.

# Mitigation Measure AQ-3:

Because project VOC emissions have been evaluated to exceed SJVAPCD significance thresholds, the project applicant shall consult with the SJVAPCD regarding the establishment of a Voluntary Emissions Reduction Agreement between the applicant and the SJVAPCD. SJVAPCD Rule 2201 states that agricultural sources are generally exempt from offsets, and therefore are not categorically required by the SJVAPCD. Consultation shall occur prior to issuance of building permits, and documentation of consultation with the SJVAPCD shall be provided to the County.

**Potential Environmental Effects of Measures**: On-site facilities necessary to comply with the ACO and SJVAPCD requirements would be constructed within the overall facility footprint of the Azevedo Dairy #2 Dairy Expansion as assessed in Chapters 5-11 of this EIR. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation**: Even after imposition of the identified mitigation measures, this would be a *significant and unavoidable impact* for the following reasons: the Voluntary Emissions Reduction Agreement encouraged in Mitigation Measure AQ-3 may not be required by the SJVAPCD, and therefore may not reduce project VOC/ROG emissions below the threshold of significance; and the San Joaquin Valley Air Basin is in nonattainment for both federal and state ozone standards.

The ultimate success of implementing Mitigation Measure AQ-3 is contingent on a favorable negotiation between the project applicant and the SJVAPCD; however, Merced County is unable to control the outcome of the negotiation, and hence the effectiveness, of the measure. Further, since Merced County would not be a party to negotiations between the project applicant and the SJVAPCD, the County could not be assured that a VERA could successfully be accomplished within a reasonable period of time. Further, it would be considered infeasible for the County to require establishment of a VERA since it would be inconsistent with Merced County 2030 General Plan Policy AQ-6.8, and an amendment to the General Plan would be required in order to allow the County require a VERA. Therefore, Mitigation Measure AQ-3 faithfully implements the requirements of Merced County 2030 General Plan Policy AQ-6.8.

**Implementation and Monitoring:** Implementation of the measure would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and San Joaquin Valley Air Pollution Control District shall monitor for compliance. Mitigation Measure AQ-3 shall be implemented prior to issuance of a building permit and throughout ongoing operations.

# Impact AQ-4: PM<sub>10</sub> and PM<sub>2,5</sub> emissions from fugitive dust during project operations (Criteria III.b)

Operations at the Azevedo Dairy #2 Expansion would result in fugitive dust (PM<sub>10</sub> and PM<sub>2.5</sub>) emissions from wind erosion, farming operations, animal movement in unpaved corrals, vehicle use along unpaved driveways and access roads, and equipment operation. Because air pollutant

concentrations would not exceed SJVAPCD emissions thresholds, this would be a less-than-significant impact.

Setting information regarding particulate matter, including the major sources of the pollutant; its potential for adverse environmental effects; the role of animal confinement facilities in the emissions; and potential human health effects, is presented in the Setting above. For an evaluation of the project potential to impact ambient air quality through a violation of any air quality standard or a substantial contribution to an existing or projected air quality standard, see Impact AQ-6.

As discussed in detail in the following paragraphs, several sources of particulate matter emissions are associated with animal confinement facilities: wind erosion, farming operations, farming equipment exhaust, traffic on unpaved roadways, and animal movement. Calculation spreadsheets are included in Appendix F. Various management practices are currently used at this dairy to control PM emissions. The dairy uses a flush system with recycled water to clean the milk barn, which minimizes PM emissions. Scraping of the corrals minimizes loose dirt and manure in the pens. Concrete lanes in the barns reduce PM emissions since the cows are on a paved surface instead of loose dirt.

As described in the setting above, CARB and the SJVAPCD have concluded emissions of ammonia do not contribute significantly to ambient PM<sub>2.5</sub> levels in the San Joaquin Valley since they are limited by the amount of NO<sub>X</sub> present in the air (CARB 2022a, SJVAPCD 2022). As described in Impact AQ-3, NO<sub>X</sub> emissions are not anticipated to exceed SJVAPCD significance criteria. Though ammonia is not designated as a precursor pollutant under the CAA, the SJVAPCD Rule 4570 requirements to limit VOC emissions at confined animal facilities also work to reduce ammonia emissions for dairies<sup>16</sup>, which may be an effective PM<sub>2.5</sub> mitigation practice in certain areas and climatic conditions (Hristov 2011). While the proposed dairy expansion project would result in an increase in ammonia emissions (see Appendix F-2), based on the available information, it is not anticipated to substantially contribute to PM<sub>2.5</sub> formation for the reasons stated above.

**Wind Erosion**: Wind erosion from land cultivation produces PM<sub>10</sub> and PM<sub>2.5</sub> emissions. Research from the CARB has led to emission factor estimates that would be appropriate for application to this project. The Azevedo Dairy #2 has approximately 82 acres in farming operations that are currently being exposed to cultivation and occasional wind erosion under existing conditions. With implementation of the proposed project, cropped acreage would be decreased to 80 acres under proposed conditions. Based on existing and proposed cropping patterns and multiple harvests, the existing project operations would generate 0.50 tons/year of PM<sub>10</sub> and 0.087 tons/year of PM<sub>2.5</sub> from wind erosion, and 0.49 tons/year of PM<sub>10</sub> and 0.085 tons/year of PM<sub>2.5</sub> with proposed project operations (see Appendix F-2 for calculations and assumptions).

**Farming Operations**: Land preparation and harvesting produces PM<sub>10</sub> emissions. Research from the CARB has led to emission factor estimates that would be appropriate for application to this project. There are different emission factors for land preparation and for harvesting according to crop type as shown in Appendix F-2. By applying these crop-specific emission factors to the existing

In practice, the District has implemented the best available control measures on livestock operations that have already achieved approximately 25 percent reduction from ammonia through Rule 4570. CARB is not aware of controls that would achieve greater reductions on the order needed to achieve an overall 30 percent reduction of ammonia emissions in the Valley; nevertheless, CARB is pursuing further research specific to California and the Valley to improve understanding of ammonia emissions from various sources as a necessary prerequisite to identifying potential effective measures to achieve additional emissions reductions (CARB 2023b).

cropped acreage for the Azevedo Dairy #2 operation, estimated emissions from land preparation and harvesting for existing operations are 0.65 tons/year of PM<sub>10</sub> and 0.06 tons/year of PM<sub>2.5</sub>. Estimated emissions from land preparation and harvesting for proposed operations would be 0.71 tons/year of PM<sub>10</sub> and 0.06 tons/year of PM<sub>2.5</sub> (see Appendix F-2).

Farming Equipment and Increased Traffic: On-site mobile sources of exhaust emissions include a feed loading tractor, a feed delivery tractor, bedding delivery tractor, manure loading tractor, milk tankers, solids manure removal trucks, and commodity delivery trucks (see Appendix G). Emissions could also occur from vehicle travel on paved and unpaved roads. Based on mobile source calculations in CalEEMod (see Appendix F-1), the proposed dairy expansion traffic operations would result in an increment of increase of 0.052 tons/year of PM<sub>10</sub> and 0.012 tons/year of PM<sub>2.5</sub> (see Appendix F-2).

**Animal Movement:** Emissions attributed to animal movement were estimated using PM<sub>10</sub> emission factors currently used by the SJVAPCD (see Appendix F-2 of this EIR). To generate PM<sub>2.5</sub> emissions, the PM<sub>10</sub> emission results were multiplied by the PM<sub>2.5</sub> fraction from the livestock fugitive dust profile in the California Emission Inventory Data and Reporting System developed by the California Air Resources Board. Based on these emissions factors, the proposed Azevedo Dairy #2 Expansion would result in an overall increase of 0.32 tons/year of PM<sub>10</sub> and 0.04 tons/year of PM<sub>2.5</sub>.

**Dry Manure Application:** Additionally, spreading dry manure on cropped fields creates PM<sub>10</sub> emissions. According to the existing and proposed conditions NMPs, there is no dry manure applied to cropped fields, though it could be in the future. There would be no increase in PM emissions from dry manure application. Impacts from the application of dry manure from the proposed dairy herd expansion at off-site locations are discussed in Section 12.1, *Cumulative Impacts*, of this EIR.

Aggregated PM emissions for all activities associated with the Azevedo Dairy #2 Expansion are presented in Table 5-7.

Table 5-7 Aggregated PM <sub>10</sub> and PM <sub>2.5</sub> Emissions for Project-Specific Activities for the Proposed Dairy Expansion				
Emission Source	Project Increase of PM <sub>10</sub> Emissions (tons/year)	Project Increase of PM <sub>2.5</sub> Emissions (tons/year)		
Wind Erosion	-0.012	-0.002		
Farming Operations	0.059	-0.000		
Traffic, On-site Mobile Source	0.052	0.012		
Animal Movement	0.324	0.037		
Dry Manure Application	0.000	0.000		
Total	0.423	0.046		
SJVAPCD Significance Criterion	15 tons/year	15 tons/year		
Criterion Exceeded?	NO	NO NO		

Source: Planning Partners 2024.

As shown above, there would be an overall increase in particulate matter emissions with implementation of the proposed dairy expansion, although emissions would not exceed SJVAPCD significance criteria for  $PM_{10}$  or  $PM_{2.5}$ .

SJVAPCD Rule 4550 applies to dairies, other animal confinement facilities, and other on-field farming operations. As mentioned above, Rule 4550 requires the preparation of CMP plans to reduce PM<sub>10</sub> emissions. This rule applies to agricultural operators with more than 100 contiguous acres. Unpaved roads with traffic volumes greater than 75 vehicles per day (but not internal farm roads or roads with average daily traffic volumes fewer than 75 vehicles) are subject to SJVAPCD regulation. While the Azevedo Dairy #2 agricultural operations are less than 100 acres, the SJVAPCD permit records include a CMP.

MCC Sections 18.64.050 U and HH (see Appendix C) apply to this impact, which includes compliance with requirements of the SJVAPCD, dust control measures for unpaved roadways, and required reduction of air emissions, including PM<sub>10</sub> and ROG. The dairy BACT/BARCT mitigation requirements presented in Appendix D would apply to the proposed project for required measures, and could be made conditions of the SJVAPCD's permit approval of the dairy for feasible measures.

As described above, the proposed project would result in an overall increase in PM emissions due to changes in animal housing and cropping patterns. While the Merced County portion of the San Joaquin Valley Air Basin has been classified as non-attainment for PM<sub>10</sub> under the established CAAQS, the expanded operations of the proposed dairy are not predicted to exceed SJVAPCD significance thresholds, and this would be considered a less-than-significant impact. For a discussion of bioaerosols, see Impact AQ-8 below.

**Significance of Impact:** Less than significant.

Mitigation Measure AQ-4: None required.

# Impact AQ-5: Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants (including ammonia and hydrogen sulfide) from project construction and operations (Criterion III.c)

The proposed dairy expansion project would be a potential source of hazardous air pollutants from construction activities, animal movement, manure management, land application of solid and liquid manure, and on-site mobile sources. As proposed, this project would exceed the thresholds for health risks, and the project would generate a potentially significant hazardous air pollutant impact.

Ammonia and hydrogen sulfide are produced during the anaerobic decomposition of manure. They are of concern as both "air toxics," and as criteria pollutants or precursors to PM<sub>2.5</sub>. Both of these pollutants are listed in the State Air Toxics "Hot Spots" Information and Assessment Act (AB 2588). AB 2588 is intended to provide a cumulative inventory of toxic air pollutants, to require risk assessments, and to require control measures. If a facility is subject to AB 2588, as dairies are if they have the potential to emit greater than 10 tons/year of PM<sub>10</sub> (as a surrogate for ammonia and hydrogen sulfide), then several steps are required. First, a detailed inventory is compared to values of concern to determine if further action is required. If so, a HRA is conducted to further evaluate the concern. Finally, in cases of high risk, control measures are required.

Proposed modifications to the existing Azevedo Dairy #2 would result in emissions of hazardous air pollutants and would be located near existing residences; therefore, an assessment of the potential risk to the population attributable to emissions of hazardous air pollutants from the proposed dairy

expansion is required. The HRA prepared for the Azevedo Dairy #2 Expansion project assesses the potential risk to the adjacent residents and workers attributable to emissions of hazardous air pollutants from construction and operation of the proposed dairy (see Appendix G<sup>17</sup> of this EIR).

Pursuant to guidance provided by the SJVAPCD, emissions based on the current configuration of the dairy are considered to be existing emissions. Based on this guidance, the facility's existing emissions are not considered as part of the evaluation of the proposed dairy expansion. Emissions from the dairy expansion have been restricted to incremental emissions from construction activities, animal movement, manure management, and land application of solid and liquid manure based on the proposed increase in the number of cattle and the additional on-site mobile sources required for the expansion.

The HRA addresses emissions from: ammonia; hydrogen sulfide; particulate matter (PM<sub>10 and</sub> PM<sub>2.5</sub>) and its toxics components (e.g., aluminum, lead, manganese, nickel, etc.); and xylenes, formaldehydes, carbon tetrachloride, and other components from VOCs (see Appendix G for the list of toxic substances emitted from project activities and classification of these substances as to their potential for producing carcinogenic and non-cancer acute or chronic health impacts). The toxic air pollutants of greatest concern are those that cause serious health problems or affect many people. Health problems can include cancer, respiratory irritation, nervous system problems, and birth defects. Toxic Air Contaminants (TAC) emissions of concern from construction activities would include the diesel particulate matter (DPM) emissions from on-site construction equipment exhaust.

The only construction activities associated with the project would include the construction of a new 68,000 square foot concrete manure storage area and the installation of a new mechanical separator. No new buildings are proposed for this project. Construction activities are anticipated to not exceed two weeks. Therefore, emissions and health risk associated with construction activities are considered de-minimis and are not analyzed any further in this analysis. Operational mobile sources include a diesel-fueled feed loading tractor, a feed delivery tractor, bedding delivery tractor, manure loading tractor, milk tankers, solids manure removal trucks, and commodity delivery trucks. There will also be emissions from the housing barns, milk barn, lagoons, solid manure storage and land application areas associated with increased herd size.

Emissions of hazardous air pollutants attributable to animal movement, manure management, and on-site mobile sources were calculated using generally accepted emission factors. Ambient air concentrations were predicted with dispersion modeling (using the most recent version of the EPA's AMS/EPA Regulatory Model – AERMOD) to arrive at a conservative estimate of increased individual carcinogenic risk that might occur as a result of continuous exposure over a 70-year lifetime. Similarly, concentrations of compounds with non-cancer adverse health effects were used to calculate hazard indices (HI), which are the ratio of expected exposure to acceptable exposure. Appendix G includes complete details on pre-project and post-project cattle and housing locations. SJVAPCD-approved control measures that were determined feasible by the project applicant were applied to PM<sub>10</sub> emission factors for having at least shaded corrals. Compliance with SJVAPCD Rule 4570 during the permitting process would further reduce ammonia concentrations.

<sup>&</sup>lt;sup>17</sup> Calculations for this Appendix were completed in April 2024.

The SJVAPCD has set the level of significance for carcinogenic risk to twenty in one million (20 x 10<sup>-6</sup>), which is understood as the possibility of causing twenty additional cancer cases in a population of one million people. The level of significance for acute and chronic non-cancer risk is a hazard index of 1.0. A total of 98 off-site receptors<sup>18</sup> of residences and workers were assessed during the preparation of the HRA (see Table 4-3 of Appendix G, *Health Risk Assessment and Ambient Air Quality Analysis*, for coordinates of residences included as maximum impact receptors in the model). There are currently four on-site residences that include children under the age of 18 and are not occupied by the owner. Modeling results predicted that the on-site residences would exceed the SJVAPCD's cancer risk threshold. In order to reduce emissions to acceptable levels, the following mitigation would be required.

Significance of Impact: Significant.

# Mitigation Measure AQ-5a:

To minimize the exposure of sensitive persons to hazardous air pollutants and reduce potential cancer risk to acceptable levels, the dairy operator shall implement one of the following measures:

1. The on-site residences shall be occupied by employees or spouses only, or be used as an employee bunkhouse. As a condition of the Conditional Use Permit, no children or elderly shall be permitted to reside at these residences.

### OR

2. The on-site residences shall be converted to office, storage, or other similar use, or be demolished, prior to final inspection of the proposed expansion.

### OR

3. Prior to issuance of a building permit for the proposed expansion, the project applicant shall acquire an ATC/PTO from the SJVAPCD for proposed operations and submit these permits to Merced County. In order to obtain these permits, the project applicant shall modify operations to minimize toxic air contaminant emissions and have a Health Risk Assessment prepared that demonstrates that the proposed expansion emissions would not exceed the SJVAPCD's cancer risk threshold for the on-site residences. Modifications to operations may include measures such as the replacement of existing tractors with lower emission equipment or weekly scraping of the corrals.

# Recommended Measure AQ-5b:

The project applicant shall apply SJVAPCD-approved control measures to reduce PM<sub>10</sub> emissions. As applied in the HRA prepared for the project, these control measures would include having shaded corrals. If necessary, control measures for PM<sub>10</sub> emissions may be modified by the SJVAPCD during their permitting process. All control measure requirements shall be included in the SJVAPCD permit documents.

For the purpose of this document, **receptors** are defined as people – children, adults, and seniors – occupying or residing in: Residential dwellings; Schools; Daycares; Hospitals; and Senior-care facilities. **Sensitive receptors** are facilities that house or attract children, the elderly, people with illnesses, or others who are especially sensitive to the effects of air pollutants. Hospitals, schools, convalescent facilities, and designated residential areas are examples of sensitive receptors.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Implementation of the foregoing measures would reduce the magnitude of this potential effect by restricting use of the residences, or requiring lower toxic air emissions and thereby reducing cancer risk for the residents. Compliance with SJVAPCD rules would further minimize emissions and reduce the associated cancer risk. In accordance with the SJVAPCD GAMAQI, the potential health risk attributable to the proposed project is determined to be less than significant with mitigation based on the following conclusions:

- Potential chronic carcinogenic risk from the proposed facility would be *below* the significance level of twenty in one million at each of the modeled residential receptors;
- The hazard index for the potential chronic non-cancer risk from the proposed facility would be *below* the significance level of 1.0 at each of the modeled residential receptors; and,
- The hazard index for the potential acute non-cancer risk from the proposed facility would be *below* the significance level of 1.0 at each of the modeled residential receptors.

Therefore, with implementation of the above mitigation measures, the potential impact from hazardous pollutant emissions would be reduced to less than significant.

Implementation of the foregoing measure would reduce the magnitude of this potential effect by requiring lower toxic air emissions and thereby reducing cancer risk for the on-site residents. Compliance with SJVAPCD rules would further minimize emissions and reduce the associated cancer risk.

**Implementation/Monitoring**: Implementation of these measures would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and the SJVAPCD shall monitor for compliance Mitigation Measure AQ-5a shall be implemented prior to issuance of a building permit and throughout ongoing operations, and AQ-5b shall be implemented prior to initiation of new operations and throughout ongoing operations.

# Impact AQ-6: Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants (Criterion III.c)

Operations at the Azevedo Dairy #2 Farm Expansion would result in emissions of criteria air pollutants that could impact ambient air quality through a violation of air quality standards. However, the project would not exceed screening level thresholds for construction and operational activities that would affect ambient air quality standards in areas adjacent to the dairy. This would be a less-than-significant impact.

As described above, the SJVAPCD has developed screening levels for requiring an AAQA. The SJVAPCD recommends that an AAQA be performed for any criteria pollutant or ammonia when emissions of any criteria pollutant resulting from project construction or operational activities exceed the 100 pounds per day screening level, after compliance with Rule 9510 requirements and implementation of all enforceable mitigation measures.

Emissions of criteria pollutants attributable to proposed construction activities, animal movement, manure management, and on-site mobile sources were calculated using generally accepted emission factors. Average daily emissions for construction and operational activities associated with this project would not exceed 100 pounds per day for any criteria pollutant that has an ambient air quality standard or ammonia (see EIR Appendix G Table 3-1). Therefore, an AAQA is not required, and the proposed dairy expansion is considered to be less than significant for ambient air quality impacts.

**Significance of Impact:** Less than significant.

Mitigation Measure AQ-6: None required.

# Impact AQ-7: Adverse odor from project operations (Criterion III.d)

Operations and manure management at the Azevedo Dairy #2 Expansion in Merced County may emit odors that may be bothersome to nearby sensitive uses, including residences and wildlife areas. Because there have been no nuisance odor complaints for the existing dairy, and the proposed dairy expansion would meet Merced County setback requirements, this would be a less-than-significant impact.

Adverse levels of odor could potentially affect several classes of land uses. These include:

- Urban areas;
- Land uses where the residents/occupants have no choice about the location of the use and cannot move to another location (schools, hospitals, jails, etc.);
- Areas where past actions of the County have provided reasonable expectations of urban levels of land use compatibility (residentially zoned or designated districts in otherwise rural areas, and/or groups of residences in rural areas developed at urban densities);
- Isolated rural residences constructed in Agricultural zones;
- Parks, other public and private designated or permitted recreation facilities; and,
- Wildlife refuges.

Odors associated with dairy and other animal confinement operations are primarily generated from manure and silage. The odor characteristics that contribute to nuisance conditions include the intensity, concentration, or strength of the odor, the odor frequency, the duration that the odor remains detectable, and the perceived offensiveness and character or quality of the odor. The four basic approaches to control odor and odorants are diet manipulation, manure treatment, capture and treatment of emitted gases, and enhanced dispersion.

Unlike the other air pollutants evaluated in this section, odor does not have generally accepted methods of measurement or allowable concentration, and its offensiveness differs among individuals. For these reasons, Merced County has sought to prevent nuisances by the use of setbacks between potential sources of offensive odors and adjoining sensitive land uses, rather than regulating the concentration of odor-producing compounds.

Both Sections 18.10.020 C and 18.64.040 of the MCC establish a regulatory setback for determining what level of County review would be required to evaluate a proposed new or expanded dairy. The County's windshed diagram establishes an area of concern that extends between 1,320 feet (1/4-

mile) upwind and 2,640 feet (1/2 mile) downwind from active areas of a dairy. The windshed diagram was developed to incorporate prevailing wind directions into Merced County's dairy regulatory framework in order to include considerations of odor transport, dust, and other aspects of dairy operations that could result in nuisances in the County's review. As depicted in the windshed diagram, the primary wind direction in the County is from the northwest to southeast. There is one off-site rural residence located within the windshed of the Azevedo Dairy #2 (see Figure 3-5 in Chapter 3, *Project Description*).

Under existing regulations, Merced County enforces a setback of 0.5-mile from animal confinement facilities to specified urban uses, parks, and wildlife refuges, and a minimum of 1,000 feet between animal confinement facilities (ponds, corrals, barns) and rural residences. At the Azevedo Dairy #2, the closest off-site residence to existing active dairy facilities is located approximately 1,155 feet east-southeast of the active dairy facilities (see Figure 3-8). According to MCC Section 18.64.040 (B)(2), the modification or expansion of an existing facility must not decrease the existing separation distance from off-site residences to less than 1,000 feet unless the off-site property owner provides written permission. Construction of the proposed facilities would not reduce the distance to residences currently greater than 1,000 feet from active dairy facilities to a separation distance less than 1,000 feet, which would meet the requirements of the ACO.

The ACO (MCC Section 18.64.040 (B)(1)(a)) prohibits new dairies within one-half mile of urban areas or sensitive uses such as schools, hospitals, jails, public or private recreational areas, parks, or all wildlife refuges. For an existing facility, modification or expansion of the dairy facility must not decrease the existing separation distance if it is less than one-half mile (MCC Section 18.64.040 (B)(2)). For the Azevedo Dairy #2, these uses are greater than one-half mile from active dairy facilities, and the proposed dairy expansion would not decrease these distances to less than one-half mile. The El Nido Rural Center boundary is located approximately 2.25 miles south of existing active dairy facilities. There are no parks or wildlife areas in the vicinity of the project site. Further, no odor complaints have been reported at the Azevedo Dairy #2 and submitted to the Division of Environmental Health or the SJVAPCD within the last five years (DEH 2024; SJVAPCD 2024).

MCC Sections 18.64.050 H, 18.64.060 C.8.a, and 18.64.040 B.1 (see Appendix C) address potential odor impacts, and require preparation of an Odor Control Plan, which has been completed by the dairy applicant. Additionally, the nuisance requirements and protocols set forth in the MCC regarding odor nuisances would apply. The following best management practices would be implemented as part of that Plan to control odors:

- Liquid manure utilized for irrigation purposes shall be managed so that it does not stand in the application field for more than 24 hours.
- Implement odor control measures as contained in the Plan, which may include, but not be limited to the following:
  - 1. Ration/diet manipulation

This approach involves the alteration of feed in order to reduce the volume of substrate available for anaerobic activity. The approach includes reducing the nitrogen content of food, phase feeding, repartitioning agents, improved animal genetics, and various feed additives.

# 2. Manure management

Utilize best management practices for manure management, including minimizing the time between excretion and application, and aeration of retention basins.

Additionally, implement the following additional best management practices:

### Manure Collection Areas

- Clean out manure generated at the freestall barns daily and corrals at least twice a year, or more frequently as necessary to minimize odors;
- Keep cattle as dry and clean as possible at all times;
- Scrape manure from the corrals and bedding from the freestall barns and corrals at a frequency that would reduce or minimize odors.

# Manure Treatment and Application

- Minimize moisture content of stockpiled manure/retained solids to a level that would reduce the potential for release of odorous compounds during storage;
- Minimally agitate stockpiled manure during loading for off-site transport;
- Mix process water with irrigation water prior to irrigation (dilution rate shall be adequate to minimize odor levels and maintain appropriate nutrient content in effluent);
- Clean up manure spills upon occurrence;
- Maintain and operate settling ponds and retention ponds to minimize odor levels.

### General

- Implement dust suppression measures to prevent the release of odorous compound-carrying fugitive dust;
- During project operations, the dairy operator/owner shall respond to neighbors who are adversely affected by odors generated at the project site and take prompt corrective action.

If necessary and feasible, the animal confinement operation must implement the following additional measures:

#### 1. Manure treatment

Manure treatment methods include maintaining aerobic conditions during storage, aerobic treatment using aerated lagoons or composting, anaerobic digestion, and biochemical treatment.

### 2. Capture and treatment of emitted gases

This approach includes the use of covered storage pits or lagoons, soil incorporation of applied liquid or solid manure, and dry scrubbers for building exhaust gases including soil absorption beds, bio-filter fields, or packed beds.

### 3. Enhanced air dispersion

Odor and other air contaminants are diluted to below threshold levels by atmospheric turbulence that increases with wind velocity, solar radiation, and roughness elements such as buildings, trees, or barriers. Sound site selection with adequate separation distance and elevated sources or mechanical turbulence can aid in dispersing odorous compounds and avoiding nuisance conditions.

4. Enhanced land spreading procedures
Procedures may be modified to minimize impacts by avoiding spreading when the
wind is blowing towards populated areas, employing technologies to incorporate
manure into soil during or directly after application (i.e. injection, plowing, disking),
or spreading manure in thin layers during warm weather.

Summarily, if an odor nuisance condition were reported, as required by the ACO, DEH would implement the following procedures:

A. If nuisance conditions are reported to the DEH, the Division shall take the following actions:

Within 72 hours of receiving a complaint, the DEH shall determine whether an odor exists during an inspection of the location of the complaint, and identify potential sources of odor in the vicinity. If a confined animal facility is identified as a potential source of the odor nuisance, the County will evaluate the affected facility and identify sources of the odor. In the event of odor causing a nuisance, the County will impose additional control measures on a site-specific basis. Measures that may be required by DEH include the operational measures set forth above.

B. If odor nuisance conditions are confirmed, and are attributable to operations at a confined animal facility, the DEH shall require the owner/operator to remedy the nuisance condition within a specified period of time. The Division shall notify the parties reporting the nuisance of its findings, and shall provide follow-up inspections to ensure that the nuisance condition is cured. Should the condition persist, the Division shall initiate an enforcement action against the offending operator.

Operational measures to control flies included in the Vector Control Plan described in Impact HAZ-1 in Chapter 9, *Nuisance Conditions from Insects*, would also reduce odors at the Azevedo Dairy #2 facility. Additionally, the proposed project includes installation of a new solid manure separator to separate liquid manure from solid manure, which is considered to be moderately effective<sup>19</sup> in reducing odor (Garcia et. al. undated).

### Summary of Merced County Regulatory Mechanisms to Minimize Dairy Odor Nuisance Effects

Rather than relying solely on the presence/absence of odor complaints for a particular dairy submitted to either the SJVAPCD or the County DEH, the odor regulatory scheme: (1) requires setbacks between dairies and sensitive land uses; (2) requires implementation of a number of mandatory operational requirements set forth in the ACO and outlined above; (3) requires preparation, approval, and implementation of an Odor Control Plan; (4) encourages the use of odorreducing operations and equipment; and, (5) implements a notification and response system to address odor complaints.

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The odor reduction effectiveness of each practice is indicated as "low," "moderate," or "high." A low effectiveness assumes a reduction in odor generation of less than 20%; moderate, between 20 and 50%; and high, greater than 50% relative to the baseline unit.

# Feasibility of Using Odor Management Devices to Identify and Mitigate Odors

The human nose has around 400 types of scent receptors, and scientists estimate 1 trillion different odors could be detected. The sensitivity of these receptors varies from person to person; therefore, a highly offensive smell to one individual may not bother another at all. Odor perception can vary up to 1,000-fold between the least- and most-sensitive individuals. How to effectively manage odors is highly complicated by the subjective nature of describing the type and intensity of odor combined with other factors that affect a person's response to an odor including the effect and experience from any previous exposures, and any perspectives or biases that were created at that time.

One method used to overcome the varying sensitivities and experiences of individuals is to empanel a group of people with a range of odor sensitivities who are trained in detecting different odor thresholds. The *detection threshold* is the concentration at which half of a human panel could identify the presence of an odor without knowing exactly what the odor was; this is the term most frequently used when discussing odor assessment results associated with livestock operations. The *recognition threshold* is the concentration at which half of a human panel could identify the actual source of the odor, for example, peppermint or ammonia (Garcia et. al. Undated).

The strategy used for direct measurement methods to quantify odors using olfactometers or other similar techniques introduces a sample of an odor with odorless air. Beginning with a large concentration of odorless air and small concentration of the odor sample, a human subject or a panel of subjects analyzes the sample mixture beginning with completely odorless air followed by stepwise increases in the concentration of the odor within the sample mixture. Values are represented as ratios of dilutions of fresh air to the threshold value. This methodology is termed dilution to threshold (DT). This is the method that provides the foundation used by El Dorado County Ordinance 5110/Yolo County Ordinance 8-2.1408 in establishing a maximum value of 7 DT as the upper limit of permitted cannabis odors. However, by definition, the 7 DT limit would permit odors at concentrations that would be perceived by one-half of all persons exposed to the odor. Further, this use of a recognition threshold as a regulatory marker does not take into account human variability, nor does it account for different rural or land use settings.

In contrast, Merced County's odor regulation seeks to eliminate or reduce odor nuisances from dairy operations based on the implementation of best management practices, robust setbacks between dairies and sensitive uses, encouragement to modify operations and install equipment that reduce dairy odor generation, and operation of a notification and response system to address outstanding odor complaints. The County has set clear expectations of what is considered a nuisance and thresholds where measures for nuisance control may apply consistent with the ACO regulations and the Right-to-Farm Ordinance. The County has found that existing odor regulation policies for dairy operations are effective and appropriate to the agricultural setting, and the use of odor measurement devices to manage odors for dairy operations would be considered inappropriate to the situation at this time and therefore infeasible.

### Conclusion

While the increase in herd size would increase the potential for odor generation, the nearest residence would be located greater than 1,000 feet from active dairy facilities with the proposed expansion. The applicant shall implement the nuisance control measures set forth in the Vector Control Plan in Impact HAZ-1. The nuisance control measures include best management practices

and manure management measures that would also act to control odors. Because the proposed dairy expansion would meet Merced County setback requirements for the control of nuisance conditions, and there is no history of complaints for the existing dairy, this would be a less-than-significant impact with implementation of ACO EIR management measures.

**Significance of Impact:** Less than significant.

Mitigation Measure AQ-7: None required.

# Impact AQ-8: Health impacts due to Valley Fever (Criterion III.d)

Soil disturbing construction activities associated with the Azevedo Dairy #2 Expansion project could expose workers to spores known to cause Valley fever. Because existing regulations would minimize health effects to construction workers, this would be a less-than-significant impact.

Construction workers and others who work outdoors are at risk for Valley fever, especially if they dig or disturb soil, operate heavy machinery, or work under windy conditions. Merced County has a relatively high Valley fever rate, with greater than 24.2 cases reported per 100,000 people per year in 2022 (CDPH 2023). Populations with more than 20 cases annually of Valley Fever per 100,000 people are considered highly endemic. These counties have the highest rates of Valley fever: Fresno, Kern, Kings, Madera, Merced, Monterey, San Joaquin, San Luis Obispo, Santa Barbara, Tulare, and Ventura (CDPH 2024).

California law AB203 (2019) requires construction employers who work in counties with high rates of Valley fever to annually train their employees on minimizing the risk of Valley fever. This training is required for employees working in 11 counties set forth above where work activities disturb the soil. In addition, during construction of the proposed Azevedo Dairy #2, the applicant would be required to comply with SJVAPCD Regulation VIII and implement dust control measures. Compliance with SJVAPCD Regulation VIII and AB203 would reduce construction dust emissions and the associated risk of contracting Valley fever during construction.

To ensure project compliance with applicable SJVAPCD Rules and Regulations and state law requiring construction employee training, the following measure would be recommended.

**Significance of Impact:** Less than significant.

### Recommended Measure AQ-8a:

Implement Recommended Measure AQ-1, which requires that prior to the release of the first-issued building permit, the applicant shall provide to the County a receipt of a SJVAPCD approved ATC permit, in addition to a Dust Control Plan or Construction Notification form in compliance with Regulation VIII – Fugitive Dust PM<sub>10</sub> Prohibitions, in addition to implementation of the SJVAPCD measures.

### Recommended Measure AQ-8b:

To minimize exposure to dust potentially containing spores that cause Valley fever, the Dust Control Plan shall include controls and work practices that reduce workers' exposure, which may include:

- Minimize the area of soil disturbed.
- Use water, appropriate soil stabilizers, and/or re-vegetation to reduce airborne dust.
- Stabilize all spoils piles by tarping or other methods.
- Provide enclosed air-conditioned cabs for vehicles that generate dust and make sure workers keep windows and outside air vents closed.
- Suspend work during heavy winds.
- Keep workers upwind of digging and other dust-producing activities, such as grading, driving, dumping soil, drilling, or blasting.
- Use vacuums equipped with HEPA filters, water, wet towels, or other wet methods to clean soiled equipment, tools, and surfaces. Do not use compressed air, dry sweeping, or other methods that create dust when cleaning.
- Keep break areas, eating areas, and sleeping quarters, if provided, clean and protected from sources of dust.
- When exposure to dust is unavoidable, provide NIOSH-approved respiratory protection
  with particulate filters rated as N95, N99, N100, P100, or HEPA. Employers must
  develop and implement a respiratory protection program in accordance with
  Cal/OSHA's Respiratory Protection standard (8 CCR 5144). Face coverings and masks
  do not protect against Valley Fever.
- Take measures to reduce transporting spores off site, such as:
  - o Clean tools, equipment, and vehicles safely before transporting off site.
  - At dusty worksites, provide coveralls and change rooms, and showers where possible. Ensure workers change into clean clothes and shoes before leaving the worksite. (CDPH 2024)

### Recommended Measure AQ-8c:

In accordance with AB203 (2019), the project's construction contractors shall provide training and personal protective respiratory equipment to construction workers and provide information to all construction personnel and visitors to the construction site about Valley fever. Project construction contractors shall be required to provide the training and protective gear, and permit periodic inspection of the construction site by Merced County staff to confirm compliance. Construction contractors have a legal responsibility to immediately report to Cal/OSHA any Valley fever cases among employees.

**Potential Environmental Effects of Measures:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Project implementation of SJVAPCD Regulation VIII to be included in the SJVAPCD permit process would reduce construction dust and associated potential risk of Valley fever. Compliance with state law and the recommended measures would ensure that future construction workers and site visitors associated with the Project are provided training/education regarding Valley Fever, and would ensure that all construction workers are provided with protective respiratory equipment for use during ground-disturbing activities that could generate particulate matter. This impact would continue to be considered less than significant following implementation of the recommended measures.

**Implementation/Monitoring**: Implementation of the measures would be the responsibility of the project applicant. The Merced County Division of Environmental Health and the SJVAPCD shall monitor for compliance. Implementation of Recommended Measure AQ-8 shall be implemented prior to the release of the first-issued building permit and during construction.

# Impact AQ-9: Health effects as a result of exposure to bioaerosols during dairy operations (Criterion III.d)

Operations at the Azevedo Dairy #2 Expansion project may result in the production of and exposure to bioaerosols, which can cause health effects to workers. Because the proposed dairy modifications would result in an overall reduction in dust emissions, and therefore also control bioaerosols, this would be considered a less-than significant impact.

Bioaerosols, such as mold spores, bacteria, pollen, and endotoxins, carry health risks for sensitive individuals. As discussed above in the environmental setting of this chapter, the major sources of bioaerosols on a dairy are animals, animal wastes, feed, and bedding materials. Given their proximity to dairy operations, on-site workers have the greatest potential for exposure to bioaerosols, in addition to individuals in nearby residences.

Potential harmful effects on workers or nearby residents from bioaerosols can be minimized by reducing particulate matter emissions, or dust, during dairy operations. As described in Impact AQ-4 and AQ-5, various management practices are currently used at the Azevedo Dairy #2 to control PM emissions, including: a flush system with recycled water to clean the milk barn; shaded corrals; concrete feed lanes in the barns; and flushing of the concrete lanes to remove manure. Compliance with additional SJVAPCD rules and regulations discussed in Impact AQ-4 would further reduce dust emissions. On dusty days, Personal Protective Equipment is made available to workers, and protective face covering is commonly used by workers on windy days. In addition, equipment with enclosed cabs is commonly used for potentially dusty jobs like feeding and composting.

Implementation of SJVAPCD rules and regulations would reduce exposure to bioaerosols and associated public health impacts for on-site workers and nearby residents, and a less-than-significant impact would occur.

**Significance of Impact:** Less than significant.

Mitigation Measure AQ-9: None required.

# Impact AQ-10: Conflict with or obstruct implementation of the applicable air quality plan (Criterion III.a)

Implementation of the Azevedo Dairy #2 Expansion project would not conflict with or obstruct implementation of the SJVAPCD air quality attainment plan. For this reason, the impact would be less than significant.

As stated above in the regulatory environment, for nonattainment criteria pollutants, the SJVAPCD has attainment plans in place that identify strategies to bring regional emissions into compliance with

federal and state air quality standards. Projects and uses that are consistent with the assumptions used to develop the plans, and implement strategies to implement the plans, would not jeopardize attainment of the air quality levels identified in the plans.

Local General Plan land use designations and population projections form the basis of SJVAPCD attainment planning. The proposed Azevedo Dairy #2 Expansion is a use consistent with the 2030 Merced County General Plan land use designation of the project site and area used to generate air emission projections incorporated into the SJVAPCD attainment plans. The SJVAPCD regulates air emissions at the Azevedo Dairy #2 through its ATC/PTO permit process, and has required operational mitigation measures to reduce air emissions at the dairy. Although the emissions associated with the proposed dairy expansion would result in a significant impact for the reasons set forth in the discussion of Impact AQ-3, the effect of the dairy expansion with respect to the regional air quality management plan would, of itself, be less than significant. Thus, implementation of the project would not conflict with the assumptions and emissions estimates contained within the plans as approved by the CARB and the EPA.

While the proposed project would contribute to regional emissions, because the proposed uses are consistent with Merced County's land use designation for the site, and the project would comply with applicable rules and regulations of the SJVAPCD as described above, the proposed project would not conflict with or obstruct implementation of any SJVAB attainment plan or the SIP.

**Significance of Impact:** Less than significant.

Mitigation Measure AQ-10: None required.

This chapter provides an evaluation of biological resource impacts associated with the proposed Antonio Azevedo Dairy #2 Expansion project. As established in the Initial Study (IS) for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), construction and operation of the Antonio Azevedo Dairy #2 Expansion project could result in significant adverse impacts to biological resources.

The evaluation implements, and is consistent with, mitigation measures and study protocols adopted by Merced County in its certification of the 2030 Merced County General Plan EIR in addition to the EIR for Revisions to the Animal Confinement Ordinance (ACO) and its approval of the ACO (Merced County Code (MCC) Chapter 18.64). This analysis is based on and summarizes the *Biological Resources Reconnaissance Survey and CEQA Analysis, Antonio Azevedo Dairy #2 Expansion Project*, prepared by Padre Associates, Inc. (April 2024), included as Appendix H of this EIR.

## 6.1 REGULATORY FRAMEWORK

## 6.1.1 SPECIAL STATUS PLANT AND WILDLIFE SPECIES

In accordance with Section 15380 of the State CEQA Guidelines, rare or endangered species include species listed as such by the California Fish and Wildlife Commission or the United States Fish and Wildlife Service (USFWS) because they meet the following criteria:

- Endangered: a species whose survival and reproduction in the wild is in immediate jeopardy from one or more causes, including loss of habitat, change in habitat, over-exploration, predation, competition, disease, or other factors.
- Rare: a species that, although not presently threatened with extinction, is existing in such small numbers throughout all or a significant portion of its range that it may become endangered if its environment worsens; or a species that is likely to become endangered within the foreseeable future throughout all or a significant portion of its range and may be considered "threatened" as that term is used in the federal Endangered Species Act.

A special-status species is a plant or animal that is:

- Listed endangered, threatened, or a candidate species under the federal Endangered Species Act (FESA);
- Listed endangered, threatened, or a candidate species under the California Endangered Species Act (CESA);
- Listed as a species of special concern by the California Department of Fish and Wildlife (CDFW) or the Department of Forestry;
- Listed on the California Native Plant Society's (CNPS) List 1 or 2; and/or;
- Considered rare, threatened, or endangered under CEQA Guidelines 15380(d) as the species survival is in jeopardy due to loss or change in habitat.

In addition, species protected by specific federal or state acts or local ordinances are considered special-status species. Project-related adverse impacts on special-status species<sup>1</sup> are considered significant for CEQA purposes.

#### FEDERAL AUTHORITY

**Federal Endangered Species Act.** FESA, administered by the USFWS and the National Marine Fisheries Service (NMFS), was passed to protect species threatened with extinction. It provides measures to prevent and alleviate the loss of species and their habitats. FESA provides protection to species listed as Threatened (FT) or Endangered (FE). Federal Species of Concern (FSC) comprise those species that should be given consideration during planning for projects.

Projects that would result in the "take" of a federally listed or proposed species are required to consult the USFWS or NMFS. *Take* is defined as "...to harass, harm, pursue, hunt, shoot, wound, kill, trap, capture, or collect, or to attempt to engage in any such conduct". The objective of consultation is to determine whether the project would jeopardize the continued existence of a listed or proposed species, and to determine what mitigation measures would be required to avoid jeopardy. Consultations are conducted under Sections 7 or 10 of FESA, depending on the involvement by the federal government.

Migratory Bird Treaty Act and Bald Eagle and Golden Eagle Protection Act. The USFWS also administers the federal Migratory Bird Treaty Act of 1918 (16 USC 703-711) (MBTA) and the Bald Eagle and Golden Eagle Protection Act (16 USC 668-688). The focus of the MBTA is to protect migratory birds, including their eggs and nests. The MBTA prevents the removal of trees, shrubs, and other structures containing active nests of migratory bird species that may result in the loss of eggs or nestlings. Adherence to construction windows either before the initiation of breeding activities or after young birds have fledged is an active step to protect migratory birds and comply with the MBTA. All birds expected to nest in the project area are considered migratory birds, with the exception of European starlings and house sparrows. The Bald Eagle and Golden Eagle Protection Act prohibits the taking or possession of bald and golden eagles, their eggs, or their nests without a permit from the USFWS.

Food Security Act of 1985. The U.S. Department of Agriculture (USDA) Natural Resource Conservation Service (NRCS) is responsible for delineation of wetlands on agricultural lands. The wetland conservation provisions of the 1985 Food Security Act removed incentives for production of agricultural commodities on converted wetlands making farmers ineligible for program benefits for agricultural commodities produced on wetlands converted after December 23, 1985, unless the functions of the converted wetlands were for mitigation or unless an exemption applies. The NRCS is responsible for wetland certifications made to determine eligibility for USDA program benefits. An NRCS certification may result in determination of "prior converted croplands" or "farmed wetlands" depending on the date of conversion to agricultural croplands and other factors.

Clean Water Act Section 404. The U.S. Army Corps of Engineers (Corps) and the U.S. Environmental Protection Agency (EPA) regulate the discharge of dredge and fill material into jurisdictional waters of the United States (waters) pursuant to Section 404 of the Clean Water Act

For the purposes of this EIR, the term "special-status species" includes species that have state or federal status as threatened, endangered, or candidate species; federal and state species of concern; California fully protected; and plant species identified as rare in California or on specific California Native Plant Society lists.

(33 USC 1344). The term "waters" includes wetlands and non-wetland bodies of water that meet specific criteria as defined in the Code of Federal Regulations (CFR).

Section 10 of the Rivers and Harbors Act of 1899. The Corps regulates activities affecting "navigable waters of the United States" under Section 10 of the Rivers and Harbors Act of 1899 (33 USC 403). Navigable waters are defined as "...those waters of the United States that are subject to the ebb and flow of the tide shoreward to the mean high water mark and/or are presently used, or have been used in the past, or may be susceptible to use to transport interstate or foreign commerce." Structures or work under or over a navigable WoUS is considered to have an impact on the navigable capacity of the waterbody.

**Feed Supplementation.** Supplementation of feed for livestock is authorized by the U.S. Food and Drug Administration. The legally approved maximum supplementation level of three milligrams per head per day for selenium is also considered the minimum selenium content required to support health and optimal performance of food-producing animals (USFDA 2024). Feed produced in Merced County lacks natural selenium and, therefore, requires supplementation (Merced County 2002).

## **STATE AUTHORITY**

The CDFW administers a number of laws and programs designed to protect fish, wildlife, and plant species and resources.

California Endangered Species Act. The California Endangered Species Act of 1984 (CESA - Fish and Wildlife Code Section 2050) regulates the listing and "take" of state endangered and threatened species. CDFW also designates Species of Special Concern, which are species of limited distribution, declining populations, diminishing habitat, or unusual scientific, recreational, or educational value. These species do not have the same legal protection as listed species, but may be added to official lists in the future.

Unlawful Destruction of Nest or Eggs, Fish and Game Code Section 3503. This section of the California Fish and Game Code prohibits the take, possession, or needless destruction of nests or eggs of birds.

Fully Protected Species, Fish and Game Code Sections 3511, 4700, 5050, and 5515. This section of the California Fish and Game Code provides particular and special state protection to a list of 37 wildlife species, and prohibits take or possession "at any time" with few exceptions. The CDFW cannot authorize incidental take of fully protected species.

Migratory Bird Treaty Act, Fish and Game Code Section 3513. This section of the California Fish and Game Code complies with and strengthens state support for the MBTA. The section makes it unlawful to take or possess any nongame migratory bird, or part of any such migratory nongame bird except under the special provisions in the federal MBTA.

Section 1600 Lake/Streambed Alteration Agreement (LSAA). The CDFW also regulates activities that may impact streambeds or other wetland areas. Completion of a Section 1601-03 LSAA with the CDFW is required before any work begins that will affect jurisdictional wetland areas.

Porter-Cologne Water Quality Control Act. The Porter-Cologne Water Quality Control Act mandates that waters of the State of California shall be protected. Current policy in California is that activities that may affect waters of the State shall be regulated to attain the highest quality. Waters of the State include any surface water or groundwater, including saline waters, and any aquatic features that meet the state definition of a wetland, within the boundaries of the state. The Porter-Cologne Act establishes that the state assumes responsibility for implementing portions of the federal Clean Water Act, rather than operating separate state and Federal water pollution control programs in California. Consequently, the state is involved in activities such as setting water quality standards, issuing discharge permits, and operating grant programs. Pursuant to Section 401 of the Clean Water Act, the Corps cannot issue a federal permit until the State of California first issues a water quality certification to ensure that a project will comply with state water quality standards. The Regional Water Quality Control Board (RWQCB) issues water quality certifications.

## **LOCAL POLICIES**

Merced County Animal Confinement Ordinance (ACO). In order to identify potential special-status species and/or habitat, the Merced County Community and Economic Development Department requires a "preliminary biological assessment" for each Conditional Use Permit application subject to the revised ACO. The revised ACO does not specifically address protection of special status species. Animal confinement facility owners are required to work with CDFW and USFWS biologists during the CEQA review of individual projects to address potential impacts to plant and wildlife resources. In addition, the EIR prepared for the revised ACO contains mitigation measures to be implemented during environmental review of animal confinement facility projects such as the Antonio Azevedo Dairy #2 Expansion project (Merced County 2002). Mitigation measures adopted in the EIR for the revised ACO include measures to minimize the following potential impacts:

- Loss and/or degradation of riparian habitat
- Loss of special-status species
- Loss and/or modification to wetlands
- Interference with the activities of night-active wildlife
- Potential interference with animal movement/migration patterns.
- Potential selenium and heavy metals effects to biological resources.

These mitigation measures as contained in the EIR for the ACO are incorporated as study protocols for this EIR, and serve as the basis for mitigation measures identified in this document.

Locational criteria in the ACO regarding setbacks for new animal confinement facilities include the following statements in regard to wildlife and habitat areas:

The new facility shall be located more than one-half mile from the nearest boundary of the following: specific urban development plan, rural residential center, highway interchange center, or agricultural services center; residentially designated property in the general plan or residentially zoned property; sensitive uses such as schools, hospitals, jails, public or private recreational areas, parks, or all wildlife refuges; or concentrations of five or more off-site residences, provided that to qualify as a "concentration," residences must be legally established, occupied, located within a contiguous area and must equal or exceed a density of one dwelling unit per acre... (Merced County Zoning Code Section 18.64.040 (B)(1)(a))

The ACO goes on to clarify that for existing facilities, if the separation distances are less for the uses or boundaries described in MCC Section 18.64.040 (B)(1) above, modification or expansion of the facility must not decrease the existing separation distance (MCC Section 18.64.040 (B)(2)). For further analysis of the proposed dairy expansion project's compliance with ACO setback requirements and compatibility with sensitive wildlife areas, see Table 11-3 in Chapter 11, Land Use Compatibility.

Merced County General Plan. Goal #1 of the Natural Resources Element of the 2030 Merced County General Plan states: "Preserve and protect, through coordination with the public and private sectors, the biological resources of the County." There are several policies in the Natural Resources Element that address protection, preservation, and enhancement of biological resources of the County, and additional policies in the General Plan that also seek to protect natural resources. The policies that are relevant to the proposed project include:

## Policy NR-1.7: Agricultural Practices

Encourage agricultural, commercial, and industrial uses and other related activities to consult with environmental groups in order to minimize adverse effects to important or sensitive biological resources.

#### Policy NR-1.17: Agency Consultation

Consult with private, local, State, and Federal agencies to assist in the protection of biological resources and prevention of degradation, encroachment, or loss of resources managed by these agencies.

## Policy LU-1.13: Wetland Habitat Area Separation

Do not allow rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half mile of either State or Federal wildlife refuges, or managed wetlands within the Grasslands Ecological Area when it is determined by the County that there could be an unmitigated impact to natural resources or habitat.

#### Policy LU-4.7: Wildlife Refuge Separation

Do not allow rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half mile of either State or Federal wildlife refuges, or managed wetlands within the Grasslands Ecological Area when it is determined by the County that there could be an unmitigated impact to natural resources or habitat.

#### Policy LU-10.14: Consultation with Grassland Resources Regional Working Group

Consult with the Grasslands Resources Regional Working Group during project review and conservation planning efforts for projects within the boundaries of the Grasslands Focus Area.

These goals and policies were considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures below. A more detailed discussion of the relevance of these goals and policies to the proposed project is located in Table 11-1 of Chapter 11, *Land Use Compatibility*, of this EIR.

The Merced County 2030 General Plan also contains an Open Space Action Plan (OSAP). The OSAP includes implementation programs to ensure that areas designated as sensitive or significant resources in the Open Space and Conservation Chapter of the General Plan are protected, managed, or preserved in a manner compatible with the resources of the specified area. One of the primary implementing tools of the County's OSAP is the Open Space Development Review System

(OSDRS). The system provides a process for assessing the appropriateness of proposed developments, including their compatibility with surrounding environmental constraints and resources. For further analysis of the proposed dairy expansion project's compliance with the OSDRS, see Table 11-2 in Chapter 11, *Land Use Compatibility*.

#### 6.2 ENVIRONMENTAL SETTING

## **6.2.1 METHODOLOGY**

## IDENTIFICATION OF SPECIAL STATUS SPECIES ON THE PROJECT AREA

Sensitive biological resources present or potentially present on the project site and within the project area<sup>2</sup> were identified first through a query of the CDFW Natural Diversity Database (CNDDB) for the U.S. Geological Survey (USGS) topographic quadrangle including the project area (El Nido) and for the surrounding eight USGS topographic quads (Atwater, Sandy Mush, Santa Rita Bridge, Merced, Bliss Ranch, Planada, Plainsburg, and Chowchilla). The CNDDB record search reports list sensitive species and habitat locations, and provide specific information (e.g., state and federal protection status; global and state rank; CDFW listing status; rare plant status; specific location data; existence status; dates last observed; habitat preferences; and other notes) for each recorded occurrence of a biologically sensitive species or habitat. (CDFW 2023)

A query of the CNPS inventory was also conducted for the same quadrangles to provide information on additional plant species of concern that may occur in the project area and surrounding vicinity (CNPS 2023). In addition, a species list was obtained from the USFWS for the El Nido quadrangle on species of concern that have the potential to occur in the vicinity of the proposed project (USFWS 2023). Finally, a query of the USFWS National Wetland Inventory (NWI) Map for the El Nido quadrangle was conducted for information regarding known wetlands in the project area. (USFWS 2023a)

The results of these database searches and the location analysis were used to determine if any sensitive resources had been previously reported within or in the immediate local vicinity of the Antonio Azevedo Dairy #2 Expansion project area, and which sensitive biological resources should be specifically searched for during the biological reconnaissance survey. Only those species with the potential to occur on the project area are given consideration in this EIR.

A reconnaissance-level biological survey of the project site was conducted on May 10, 2023 to assess existing biological conditions. The purpose of the survey was to characterize general biological resources supported by the project site and evaluate the potential for sensitive biological resources to occur on the site and be affected by implementation of the proposed project. The surveys included evaluating primary vegetation cover types, assessing habitat suitability for special-status species, recording observed plant and animal species, and surveys for regulated habitats and potentially jurisdictional aquatic resources. The survey was conducted during the day between 10:30 a.m. and 12:30 p.m. The weather was sunny and clear with a light breeze and a high of approximately 74°F. The reconnaissance survey involved surveying the proposed dairy expansion

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Definition of the Project Site – For the purposes of this EIR, the "project site" refers to the area of active and proposed dairy facilities. Throughout this document, "project area" refers to all parcels that are part of the project, including the active dairy facilities and associated cropland.

site, including on-foot evaluations of the site, and surveys of the croplands to be converted to the proposed manure storage area. Berms along the wastewater pond were checked for suitability for use by California tiger salamander, burrowing owl, American badger, and/or San Joaquin kit fox. Agricultural fields on site and in surrounding areas were surveyed for recent signs of nesting activity. Trees were limited on site, and adjacent areas were free of trees. Dominant flora and fauna were noted (when present) and identified to the lowest possible taxon. Additional survey conditions and limitations are included in the reconnaissance report (see Appendix H).

## 6.2.2 PROJECT SETTING

The existing Antonio Azevedo Dairy #2 is located on approximately 33 acres of an existing dairy farm totaling approximately 119 acres in unincorporated Merced County. The project cropland application area consists of approximately 82 acres located on a portion of the dairy parcel.

The proposed project would modify and expand the existing dairy facilities so that the modified dairy would house 3,000 milk cows, 500 dry cows, and 500 bred heifers, for a total of 4,000 animals. The proposed expansion would represent an increase of 1,265 animals from existing numbers. The proposed project would include the addition of a new 68,000 square foot (1.6-acre) concrete manure storage area. Additional site improvements would include a new mechanical separator. Construction of the proposed manure storage area would result in the conversion of approximately two acres of cropland on Field 2.

The 33-acre portion of the project parcel that comprises the existing dairy occurs within a relatively flat and partially graded area on bare and exposed soil within an existing dairy. The approximately 2-acre cropland proposed for conversion to a manure storage area consists of agricultural fields and a graded area used currently used for stockpile storage. At the time of the surveys, the grain crop had recently been harvested.

#### **VEGETATION TYPES PRESENT**

The active dairy site is denuded<sup>3</sup> of vegetation due to the developed dairy facilities and the presence of the cattle herd that prevents the growth of vegetation. There are agricultural fields surrounding the dairy on all sides used primarily for production of feed crops (see Figure 3-2 in Chapter 3, *Project Description*). Crop fields onsite are typically producing corn, oats, and Sudangrass. The majority of irrigation water on site is conveyed through an underground pipeline and an earthen irrigation ditch.

The dairy is bordered to the north by the Sandy Mush Mitigation Bank, a large grassland area which contains vernal pool habitat that is known to support recent occurrences of special-status species.

Limited naturalized vegetation occurs on site due to the extensive disturbance of the active dairy facility and the croplands. The majority of plant species observed on site occurred on an artificial earthen berm located north of the wastewater pond. Species observed there included stinging nettle, California burclover, Farmer's foxtail, and common barley.

See Appendix H, Table 2 for a complete listing of vegetation species recorded in the project vicinity.

<sup>&</sup>lt;sup>3</sup> Denuded: to strip all covering or to lay bare.

#### WILDLIFE PRESENT

Wildlife species observed within the active dairy facility boundaries were primarily limited to bird species that are well adapted to human disturbance, including Eurasian collared-dove, killdeer, blacknecked stilt, turkey vulture, Swainson's hawk, red-tailed hawk, and house sparrow. This is due to the increased intensive dairy operations in that area. Ground squirrel colonies and associated burrows were observed in large concentrations on the berm surrounding the existing wastewater storage pond. Ground squirrels were observed outside of several burrows. Ground squirrel burrows are known to provide habitat for special-status species such as California tiger salamander or burrowing owl, though neither species was observed during the duration of the survey.

The cropland surrounding the active dairy provides suitable foraging for raptors such as Swainson's hawk; both Swainson's hawk and red-tailed hawk were observed during surveys. See Appendix H, Table 2 for a complete listing of wildlife species recorded in the project vicinity.

#### SPECIAL STATUS SPECIES

To identify special-status species that have been reported from the project area, the CNDDB was queried spatially for the El Nido USGS topographic quadrangle and the eight quads surrounding the project site (nine quadrangle search). Species recorded in the nine-quadrangle search for which suitable habitat may occur on site, or in surrounding areas, were included in the analyses. The species identified from these data sources were further assessed for their potential to occur within the project site based upon previously documented occurrences, their habitat requirements, and the quality and extent of any available habitat within the site.

The CNDDB and CNPS lists for the nine-quadrangle area, and the USFWS Species List for the El Nido quadrangle identified 2 sensitive natural communities, 24 special-status plant species, and 23 special-status wildlife species. Appendix H includes a complete list of special status wildlife species recorded in the region of the project, and a preliminary analysis of their potential to occur on the project site or area.

#### Special Status Plant Species

Neither special-status plants nor habitat that would support special-status plants occur on the project site or in the adjacent croplands due to the highly disturbed nature of the active dairy facility and agricultural lands.

#### Special Status Wildlife Species

Twenty-three (23) special-status wildlife species have been recorded in the nine-quad vicinity of the project area. Some of them may occur on the project site or area from time to time, including tricolored blackbird, burrowing owl, and Swainson's hawk. Agricultural fields provide important foraging habitat for these species. Ground squirrel burrows were observed in the berm along the inside of the wastewater pond as noted above; however, burrowing activity is limited throughout the rest of the dairy property due to routine disturbance of the croplands.

There was no vernal pool habitat on site that could support listed vernal pool invertebrates. Although no barriers occur between the vernal pool grasslands to the north and the dairy facility, the dairy does not provide suitable upland habitat for California tiger salamander due to routine

disturbance in the agricultural lands that precludes burrowing mammals in these areas. Agricultural lands, however, do not constitute barriers and may be used for dispersal (USFWS 2005).

A brief description of each special-status wildlife species that has potential to occur within the project location is provided below.

California tiger salamander (Ambystoma californiense) is a federally endangered, state threatened, and state species of concern that needs underground refuges, especially ground squirrel burrows and vernal pools or other seasonal water sources for breeding. There is no suitable aquatic or upland habitat to support this species on the project site due to the level of disturbance in agricultural lands; however, no barriers for dispersing individuals exist between known occurrences and the dairy property. The grassland habitat in the adjacent Sandy Mush Mitigation Bank provides optimal habitat for CTS and supports known occurrences. (Padre 2024)

Tricolored blackbird (*Agelaius tricolor*) is state listed as threatened. It is common locally throughout the Central Valley. Based on a statewide survey, the Tricolored blackbird (TCBB) population has declined by 63 percent from 2008 to 2014 (Meese 2014). However, the most recent results of the 2017 TCBB Statewide Survey suggest that the rapid decline in abundance observed since at least 2008 has been arrested and that there has been an increase in abundance since 2014 of about 32,000 birds (Meese 2017). TCBB is a highly colonial species that nests in large flocks near open water with a protected substrate and nearby foraging area. TCBB have two specific peaks in breeding activity, one in the first week of June and one in the first two weeks of July. Total nesting duration is approximately 45 days. Historically, TCBB nested within emergent wetland in the Central Valley; however, currently 38 percent of TCBB nests occur on triticale, a wheat-rye hybrid grown for forage on dairies (Meese 2014). The timing of triticale harvest conflicts with TCBB nesting, putting entire colonies at risk from harvesting activities that occur before fledging (Meese 2009). Suitable foraging habitat occurs in the croplands on site and surrounding the project site. The corn, oat, and Sudangrass crops grown on site are not a preferred nesting substrate; however, croplands may provide suitable nesting habitat, particularly if planted with triticale (Padre 2024).

**Swainson's hawk** (*Buteo swainsoni*), a state threatened raptor (the nesting season of the species is the season of concern), is found in riparian areas with suitable nest trees adjacent to prime foraging habitat (large, open grasslands, or croplands). Nesting trees are often oaks, cottonwoods, walnuts, and willows in the Central Valley. Suitable foraging grounds include native grasslands, lightly grazed pastures, and certain grain and row croplands. Some croplands in which prey is scarce or difficult to get at because of the density of vegetative cover are unsuitable hunting grounds for the Swainson's hawk. Suitable nesting habitat is present withing five miles of the project site, and suitable foraging habitat occurs on the croplands that surround the project site (Padre 2024).

Western burrowing owl (*Athene cunicularia*) is a federal and state species of concern (CSC). Burrowing owl can be found nesting in burrow sites in open, dry annual or perennial grasslands, deserts and scrublands characterized by low-growing vegetation. Unlike most owls, burrowing owls are often active during the day. Suitable burrows were observed on the berm surrounding the existing wastewater storage pond. (Padre 2024).

**San Joaquin kit fox** (*Vulpes macrotis mutica*), a federally endangered and state threatened species, is found in arid grasslands, scrublands, and foothills of the San Joaquin Valley. Agricultural lands are increasing in importance for kit fox foraging habitat and travel corridors, as natural lands are

converted to alternative uses. The kit fox builds an oblong-shaped den in loose soil, which may have many entrances. Sometimes they den near cities in road culverts, and in abandoned pipelines in oil fields. The current range of the San Joaquin kit fox in Merced County is primarily in a narrow, north-south band of habitat bounded by Interstate 5 on the east and the Coast Ranges on the West, especially in the alkali sinks and dry grasslands of western Merced County.

The San Joaquin kit fox is known to occur at the Merced National Wildlife Refuge, which is approximately 9.5 miles from the project location, and the species has been reported within 1.9 miles of the project at the San Luis National Wildlife Refuge. San Joaquin kit fox may occur on the project site and in the area as transient foragers. Although no burrows were observed, it is likely that the project area could support small mammals that provide prey for San Joaquin kit fox, American badger, and Swainson's hawk. Agricultural access roads, open or fallow fields, and irrigation ditches and canals provide an important corridor for the movements of these mammals. (Padre 2024).

**American badger** (*Taxidea taxus*) is a state species of concern that is most abundant in drier, open stages of most shrub, forest, and herbaceous habitats, with friable soils. Badgers need sufficient food, friable soils, and open, uncultivated ground. This species may occur occasionally as a transient, but is not expected to den on the project site or in the area. (Padre 2024).

### Other Sensitive Wildlife Species

The project area may provide occasional foraging opportunities for additional sensitive wildlife species, including various species of raptors and migratory birds that are protected by the Migratory Bird Treaty Act.

For a complete list of special status species recorded in the region of the project site, and a preliminary analysis of their potential to occur on site, see Table 3 of Appendix H.

## Sensitive Natural Communities

Sensitive natural communities are those that are considered rare within the region, support sensitive plant and/or wildlife species, or function as corridors for wildlife movement. The two sensitive natural communities recorded in the area include Northern Claypan Vernal Pool and Northern Hardpan Vernal Pool; neither of the two, however, occurs on the project site.

## PROTECTED HABITAT AREAS

The project is located within the Grasslands Ecological Area (GEA). The wildlife refuges and wildlife areas within the GEA provide wetland and riparian habitat for migratory waterfowl and shorebirds. They also provide potential wildlife movement corridors and nursery sites near the project site; however, they are not situated within 0.5 mile of the site. The proposed project is not located within the boundaries of any Natural Community Conservation Plan or other Habitat Conservation Plan.

For a discussion of compatibility issues and setbacks due to the proximity of active dairy facilities to protected habitat areas, see Chapter 11, *Land Use Compatibility*.

# POTENTIALLY JURISDICTIONAL WATERS/WETLANDS

Reconnaissance surveys were conducted during the spring. No potentially jurisdictional waters or wetlands were observed during the time of the surveys. The NWI identified the wastewater storage pond as both an emergent wetland and freshwater pond. The NWI also identified freshwater emergent wetlands and riverine features off site to the north and east in the grassland areas. These wetlands are associated with the vernal pool grasslands, but are greater than 250 feet from the project impact areas.

## FEED SUPPLEMENTATION

As evaluated in the EIR for the Merced County ACO (Merced County 2002), approximately 90 to 95 percent of dairies in Merced County use feed additives for selenium (and other trace metals) because feed grown in much of Merced County is lacking in selenium. The form of selenium added to the feed is sodium selenate, at concentrations of up to 0.3 parts per million (as a daily dose not to exceed, the maximum allowed by the U.S. Food and Drug Administration). Confined animal waste (i.e., manure and urine) is stored on site and then may be used as fertilizer. Selenium present in dairy waste may enter the environment through the following routes (exposure pathways): direct application to soil, storage in ponds/retention basins, leaching from soil and/or pond sediment to groundwater and subsequent transport to surface water, dust generation, and limited surface water runoff (surface water is required to be contained on-site, but may run off during extreme storm events). Leaching from soil and/or pond sediment to groundwater and subsequent transport to surface water, direct discharge of tailwater, and discharges from tile drains to surface water would also be complete exposure pathways. For additional discussion of selenium, see the ACO RDEIR, pages 5-141 through 5-145. For information on how to access the ACO RDEIR, see Chapter 1, Introduction, of this EIR.

#### 6.3 ENVIRONMENTAL EFFECTS

## **6.3.1 SIGNIFICANCE CRITERIA**

The project was evaluated in terms of findings of significance defined in State CEQA Guidelines Section 15065, and Appendix G of the Guidelines, Section IV, *Biological Resources*. A project would normally result in a significant impact if the proposed project would:

- Have a substantial adverse effect, either directly or through habitat modifications, on any species identified as a candidate, sensitive, or special-status species in local or regional plans, policies or regulations, or by CDFW or USFWS. (IV.a)
- Have a substantial adverse effect on any riparian habitat or other sensitive natural community identified in local or regional plans, policies, regulations, or by CDFW or USFWS. (IV.b)
- Have a substantial effect on state or federally protected wetlands (including, but not limited to marsh, vernal pool, coastal, etc.) through direct filling, hydrological interruption, or other means. (*IV.c*)
- Interfere substantially with the movement of any native resident or migratory fish or wildlife species or with established native resident or migratory wildlife corridors, or impede the use of native wildlife nursery sites. (*IV.d*)
- Conflict with any local policies or ordinances protecting biological resources such as a tree preservation policy or ordinance. (*IV.e*)

• Conflict with the provisions of an adopted Habitat Conservation Plan, Natural Community Conservation Plan, or other approved local regional or state habitat conservation plans. (*IV.f*)

As established in the environmental setting, the project area is not subject to a Habitat Conservation Plan. Further, the project area is not covered by a Natural Community Conservation Plan, nor any other approved local, regional, or state habitat conservation plan. Therefore, there would no conflicts with the provisions of such plans, and this impact will not be evaluated further in this chapter. For a discussion of potential water and soil contamination effects at off-site agricultural fields from manure pathogens as a result of project operations, see Chapter 10, *Hydrology and Water Quality*.

#### **6.3.2 ENVIRONMENTAL IMPACTS**

The project includes approval of a new Conditional Use Permit (CUP20-004) from Merced County to modify and expand the existing dairy to house a total of 3,000 milk cows, 500 dry cows, and 500 bred heifers. This represents an increase of 1,265 animals from existing numbers.

The proposed project would also include the addition of a new 68,000 square foot (1.6-acre) concrete manure storage area and a new mechanical separator. No new buildings are proposed with this project. The existing animal housing structures and wastewater storage pond are sufficient to accommodate the proposed increase in herd size. Construction of the proposed facilities would result in the conversion of approximately two acres of cropland to active dairy facilities.

# Impact BIO-1: Nest Disturbance and loss of foraging habitat for Swainson's hawk (Criterion IV.a)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would result in the loss of approximately two acres of potential foraging habitat for Swainson's hawk. This would be a significant impact.

The state-threatened Swainson's hawk is known to nest and forage in the project vicinity. Swainson's hawks were observed flying over the dairy site during the May survey. Due to the proximity of suitable nesting habitat, direct impacts to Swainson's hawk nests could occur if a Swainson's hawk nest occurs within trees near the project site. There are 39 recorded nesting occurrences within the nine quadrangle CNDDB search (CDFW 2023). Swainson's hawks generally forage within 10 miles of their nest tree, and more commonly within five miles of their nest tree. Because cropland provides foraging habitat for small ground dwelling mammals, which are prey species for raptors, conversion of cultivated farmland to dairy facilities would contribute to the loss of foraging habitat for the Swainson's hawk.

According to the CDFW Staff Report regarding Mitigation for Impacts to Swainson's Hawks (CDFG 1994), the following vegetation types are considered small mammal and insect foraging habitat for Swainson's hawks: alfalfa; fallow fields; beet, tomato, and other low-growing row or field crops; dry-land and irrigated pasture; rice land (when not flooded); and cereal grain crops (including corn after harvest). Because Swainson's hawk is a state-listed species, and approximately two acres of foraging habitat would be removed with project implementation, this would be a potentially significant impact. The following compensatory mitigation would be required.

Significance of Impact: Significant.

#### Mitigation Measure BIO-1a:

*Protocol Surveys*: For grading or construction work that begins between March 1 and August 30, a qualified biologist with expertise in Swainson's hawk shall conduct protocol surveys of potential nesting habitat within 0.5-mile of any earth-moving activities prior to initiation of such activities.

The project applicant shall conduct a protocol-level survey in conformance with the "Recommended Timing and Methodology for Swainson's Hawk Nesting Surveys in California's Central Valley," Swainson's Hawk Technical Advisory Committee

(https://www.wildlife.ca.gov/conservation/survey-protocols#377281284-birds) (May 31, 2000) hereby incorporated by reference. This protocol prescribes minimum standards for survey equipment, mode of survey, angle and distance to tree, speed, visual and audible clues, distractions, notes and observations, and timing of surveys. If construction work begins after August 30 and ends before March 1 (outside of the breeding season), impacts to the Swainson's hawk would be avoided, and surveys would not be required.

A written report with the pre-construction survey results must be provided to the Merced County Community and Economic Development Department and CDFW within 30 days prior to commencement of construction-related activities. The report shall include: the date of the report, authors and affiliations, contact information, introduction, methods, study location, including map, results, discussion, and literature cited.

#### Mitigation Measure BIO-1b:

Nest Avoidance: If the required protocol surveys show there are no active nests within 0.5 mile of construction activities, then no additional mitigation for nest disturbance will be required. If nesting Swainson's hawks are observed within 0.5-mile of the project site, the project applicant must implement a minimum 0.5-mile nest protection buffer until the breeding season has ended or until a qualified biologist determines that the young have fledged and are no longer reliant on the nest for survival.

If implementation of the above measures to avoid take is not feasible, the applicant shall obtain an Incidental Take Permit from the CDFW pursuant to Fish and Game Code Section 2081 prior to construction.

## Mitigation Measure BIO-1c:

Foraging Impacts: CDFW requires mitigation for loss of foraging habitat based on the presence of active nests within 10 miles of the project. If an active nest site is identified within 10 miles of the project site, the project proponent shall provide off-site foraging habitat at a specified Mitigation Ratio that is based on proximity of the nest to the project site. Mitigation ratios for loss of foraging habitat are as follows:

Mitigation Ratios for Loss of Swainson's Hawk Foraging Habitat				
Mitigation Acreage Ratio*				
1.00:1**				
0.75:1				
0.50:1				

<sup>\*</sup>Ratio means [acres of mitigation land] to [acres of foraging habitat impacted].

\*\*This ratio shall be 0.5:1 if the acquired lands can be actively managed for prey production.

CDFW provides options for off-site habitat management by fee title acquisition or conservation easement acquisition with CDFW-approved management plan, and by the acquisition of comparable habitat. Mitigation credits may be pursued though a CDFW-approved mitigation bank for Swainson's hawk impacts in Merced County.

The CDFW pre-approved CEQA mitigation measures are found in the Staff Report Regarding Mitigation for Impacts to Swainson's Hawks in the Central Valley of California (CDFG 1994).

The Merced County Community and Economic Development Department may negotiate Management Conditions that differ from the foregoing CDFW pre-approved mitigation measures, if such conditions are consistent with California Fish and Wildlife Commission and the state legislative policy, and such conditions are approved by CDFW prior to reaching agreement with the project applicant.

Potential Environmental Effects of Measure: Implementation of these measures could require the creation of a conservation easement over agricultural land elsewhere in the project vicinity, or the purchase of credits through a mitigation bank. The creation of the easement would ensure continued use as agricultural cropland. Because the measure would result in the protection of existing, cultivated agricultural lands to benefit wildlife, no adverse effects would occur, and no additional mitigation would be necessary.

Significance after Mitigation: Mitigation Measure BIO-1 relies on the CDFW permit process and mitigation requirements to avoid "take" of special status species. Although the mitigation measure is within the jurisdiction of an agency other than Merced County, the required measures must be completed prior to commencement of any activities that would result in these impacts, and compliance with the CDFW permit requirements would fully mitigate impacts to Swainson's hawk nesting and foraging habitat to reduce this impact to less than significant.

**Implementation/Monitoring:** Implementation of the mitigation measure would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and CDFW shall monitor for compliance. Implementation of Mitigation Measure BIO-1 shall occur prior to issuance of a building permit, and prior to and during construction.

## Impact BIO-2: Impacts to California tiger salamander (Criteria IV.a)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would result in potential impacts to California tiger salamander (CTS) that may be present in the project vicinity. This would be a significant impact.

California tiger salamander is a State and federally listed Threatened species that needs underground refuges (especially ground squirrel burrows) in upland habitat, and vernal pools or other seasonal water sources for breeding. There is high quality upland and aquatic habitat present within the Sandy Mush Mitigation Bank that borders the project site to the north and east. The mitigation bank is managed as habitat for CTS and other listed species. There are several recorded occurrences located within the mitigation bank. The nearest occurrence (Occ #354) is from 2019; it is in vernal pool habitat located approximately 0.11 miles north of the project site.

Based on comments provided by CDFW in response to the Notice of Preparation of a Draft Environmental Impact Report (NOP), and the proximity of the dairy to the Sandy Mush Mitigation Bank, a Site Assessment for the California tiger salamander, using the USFWS Interim Guidance on Site Assessment and Field Surveys for Determining Presence or a Negative Finding of the California Tiger Salamander, was performed for the Antonio Azevedo Dairy #2 Expansion Project and submitted to the USFWS. The USFWS provided technical assistance regarding the sufficiency of the proposed mitigation measures to ensure full avoidance of "take" of CTS.

No suitable breeding habitat is present within the project site. While there are small mammal burrows present on a berm above an existing wastewater pond that could be used as upland habitat for CTS, it is unlikely that these burrows would be used as upland refugia due to their location within the highly disturbed lands of the dairy facility. Additionally, no modification is proposed as part of the dairy expansion project to the berms around the wastewater pond. The croplands within the existing dairy are subject to routine ground disturbance, such as tilling soil and harvesting crops, as part of normal agricultural practices.

The proposed project involves two acres of cropland conversion for construction of a new concrete manure storage area in the southern portion of the existing dairy. This would involve ground disturbance within the routinely disturbed agricultural lands, and the loss of two acres of cropland. The two-acre cropland conversion area is bordered by the developed dairy facility to the west and cropland to the north, south, and east; it not adjacent to the annual grasslands on the adjacent mitigation bank property. Routine disturbances associated with the active dairy farm and crop cultivation would make CTS dispersal onto or through the dairy property unlikely, particularly because of the high-quality upland and aquatic habitat available on adjacent mitigation bank lands.

Due to the lack of suitable habitat within the dairy property, it is unlikely that CTS would occur within the project site. However, due to a lack of barriers between the adjacent mitigation lands known to support CTS and the active dairy property, there is potential for CTS occurrence on the dairy property when in transit during the rainy season. This would be a significant impact. The following mitigation measures, developed as a result of the CTS Habitat Site Assessment and in coordination with the USFWS, would be required.

**Significance of Impact:** Significant.

## Mitigation Measure BIO-2a:

Prior to the initiation of construction, construction staff shall attend an Environmental Awareness Training Program developed and presented by a qualified biologist. The Training Program will cover special-status species that could occur on or near the site, their distribution, identification characteristics, sensitivities to human activities, legal protection, penalties for violation of state and federal laws, required project avoidance, minimization, and mitigation measures, procedures to follow if a potential special-status species is observed, and reporting requirements.

## Mitigation Measure BIO-2b:

The only potential for CTS occurrence within the cropland proposed for conversion would be during CTS migration in the rainy season; therefore, the following measures shall be implemented:

- **Dry Season Work Window**. All project-related activities shall occur during the dry season (May-October). This would ensure work would not occur during seasonal migration to and from aquatic breeding areas during rain events (typically November to early March).
- **Pre-Construction Survey**. A qualified biologist shall conduct a pre-construction survey of the cropland conversion area prior to the start of construction related ground disturbance to ensure that no burrows are present within the impact area. If no burrows occur within the project impact area, the project proponent would be allowed to proceed with construction. In the unlikely event that small mammal burrows are detected within the project impact area, implementation of the project would be halted and the USFWS and CDFW would be consulted to discuss subsequent actions.
- Exclusion Fence Installation. The project proponent shall install exclusion fencing on the northern and eastern perimeter of the property between Sandy Mush Mitigation Bank and the Antonio Azevedo Dairy #2 prior to any construction activities. Exclusion fencing shall be inspected daily by a qualified biologist and maintained as recommended by the biologist for the duration of construction.

**Potential Environmental Effects of Measure:** No physical improvements or activities that could result in changes to the physical environment would be required by this measure.

**Significance after Mitigation:** Implementation of Mitigation Measure BIO-2a and BIO-2b would reduce this impact to less than significant by requiring employee awareness training and preconstruction surveys and avoidance measures (if determined necessary).

Implementation/Monitoring: Implementation of the mitigation measure would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and CDFW shall monitor for compliance. Implementation of Mitigation Measure BIO-2a shall occur prior to construction. Implementation of Mitigation Measure BIO-2b shall occur prior to and during construction.

## Impact BIO-3: Impacts to burrowing owl (Criteria IV.a/d)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would result in potential impacts to burrowing owl that may be present in the project vicinity. This would be a significant impact.

No burrowing owls were observed on the project site, and foraging or nesting habitat at the project site is limited due to the high level of disturbance from existing dairy operations. Ground squirrel burrows were limited to the wastewater treatment pond, and did not appear to be suitable for burrowing owl. The grassland habitat in the adjacent Sandy Mush Mitigation Bank provides optimal habitat for burrowing owl, and they may occur in the southern portion of the mitigation bank lands in close proximity to the dairy. Ground disturbing construction activities within the seasonal buffer zones of an occupied burrowing owl burrow could result in indirect impacts to nesting burrowing owls. This would be a significant impact, and the following mitigation would be required.

Significance of Impact: Significant.

### Mitigation Measure BIO-3a:

Implement Mitigation Measure BIO-2a.

## Mitigation Measure BIO-3b:

A qualified biologist or ornithologist shall complete focused surveys for burrowing owl within suitable grassland habitat within 1,640 feet (500 meters) of the project site to determine the presence or absence of nesting burrowing owl. The surveys will be conducted in accordance with the Burrowing Owl Survey Protocol and Mitigation Guidelines (California Burrowing Owl Consortium, 1993) and the CDFW's Staff Report on Burrowing Owl Mitigation (CDFG 2012).

If an occupied burrowing owl burrow is identified during the surveys, a protective buffer consistent with CDFW guidelines will be established. Appropriate protective buffers depend on the type of burrowing owl occurrence (nesting or overwinter), level of project disturbance, and time of year that the disturbance occurs. Nest protective buffers consistent with CDFW guidelines are outlined in the following table:

Location	Time of Year	Level of Disturbance		
		Low	Med	High
Nesting Site	April 1 – Aug 15	200 m	500 m	500 m
Nesting Site	Aug 16 – Oct 15	200 m	200 m	500 m
Nesting Site	Oct 16 – March 31	50 m	100 m	500 m
M = meters		•	•	•

A reduced buffer may be implemented upon CDFW approval and based upon site specific conditions, nesting phenology, and recommendation of the qualified biologist.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by these measures would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Implementation of Mitigation Measures BIO-3a and BIO-3b would reduce this impact to less than significant by requiring employee awareness training and preconstruction surveys and avoidance measures (if determined necessary).

Implementation/Monitoring: Implementation of the mitigation measures would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and CDFW shall monitor for compliance. Implementation of Mitigation Measure BIO-3a shall occur prior to construction. Implementation of Mitigation Measure BIO-3b shall occur prior to and during construction.

# Impact BIO-4: Impacts to the San Joaquin kit fox and/or American badger (Criteria IV.a/d)

Implementation of the proposed dairy expansion project could impact San Joaquin Kit fox or American badger that may occur on site as transient foragers or dispersing individuals. This would be a significant impact.

The San Joaquin kit fox is listed as federally listed endangered and State listed threatened, and the American badger is included on the list of California species of concern. No potential denning habitat is present for San Joaquin kit fox within the project site. Signs of the American badger were not observed during field surveys, but the nearest occurrence of the species is a historical occurrence from prior to 1986 that encompasses the project site (Occ. #295). These species may occur occasionally as transient foragers or dispersing individuals but are not expected to den on site. Transient animals could be injured during the construction period. Therefore, while the conversion of approximately two acres of cropland to active dairy facilities would not directly impact den habitat, construction vehicles and lighting could adversely impact potential transient animals.

Although there is a low likelihood of occurrence of San Joaquin kit fox and American badger, because there is the potential for occurrence as transient foragers or dispersing individuals, the *Standardized Recommendations for Protection of the San Joaquin Kit Fox Prior to or During Ground Disturbance* (USFWS 2011) shall be followed. The measures that are listed below have been excerpted from those guidelines and will protect San Joaquin kit fox and American badgers.

**Significance of Impact:** Significant.

#### Mitigation Measure BIO-4a:

Implement Mitigation Measure BIO-2a. The required employee Awareness Training shall incorporate the content set forth in measure #9 of Mitigation Measure BIO-4b (below).

## Mitigation Measure BIO-4b:

1. Project-related vehicles should observe a daytime speed limit of 20-mph throughout the site in all project areas, except on county roads and state and federal highways; this is particularly important at night when kit foxes are most active. Night-time operations should be minimized to the extent possible. However, if it does occur, then the speed limit should be reduced to 10-mph. Off-road traffic outside of designated project areas should be prohibited.

- 2. To prevent inadvertent entrapment of San Joaquin kit foxes or other animals, all excavated, steep-walled holes or trenches more than two feet deep should be covered at the close of each working day by plywood or similar materials. If the trenches cannot be closed, one or more escape ramps constructed of earthen-fill or wooden planks shall be installed. Before such holes or trenches are filled, they should be thoroughly inspected for trapped animals. If at any time a trapped or injured San Joaquin kit fox is discovered, USFWS and CDFW shall be contacted as noted under Measures 12 and 13 referenced below.
- 3. San Joaquin kit foxes are attracted to den-like structures such as pipes and may enter stored pipes and become trapped or injured. All pipes, culverts, or similar structures with a diameter of four-inches or greater that are stored at the site for one or more overnight periods should be thoroughly inspected for kit foxes before the pipe is subsequently buried, capped, or otherwise used or moved in any way. If a San Joaquin kit fox is discovered inside a pipe, that section of pipe should not be moved until the USFWS has been consulted. If necessary, and under the direct supervision of the biologist, the pipe may be moved only once to remove it from the path of construction activity, until the fox has escaped.
- 4. All food-related trash items such as wrappers, cans, bottles, and food scraps should be disposed of in securely closed containers and removed at least once a week from the project site.
- 5. No firearms shall be allowed on the project site.
- 6. If any San Joaquin kit fox or American badger, or their sign, are detected on site, dogs and cats shall be kept off the project site to prevent harassment, mortality of San Joaquin kit foxes or American badgers, and/or destruction of their dens.
- 7. Use of rodenticides and herbicides in project areas should be restricted. This is necessary to prevent primary or secondary poisoning of San Joaquin kit foxes and the depletion of prey populations on which they depend. All uses of such compounds should observe label and other restrictions mandated by the U.S. Environmental Protection Agency, California Department of Food and Agriculture, and other state and federal legislation, as well as additional project-related restrictions deemed necessary by the USFWS. If rodent control must be conducted, zinc phosphide should be used because of a proven lower risk to kit fox.
- 8. A representative shall be appointed by the project proponent who will be the contact source for any employee or contractor who might inadvertently kill or injure a San Joaquin kit fox or who finds a dead, injured or entrapped San Joaquin kit fox. The representative will be identified during the employee education program and their name and telephone number shall be provided to the Service.
- 9. An employee education program shall be conducted for any project that has anticipated impacts to kit fox or other endangered species. The program should consist of a brief presentation by persons knowledgeable in kit fox biology and legislative protection to explain endangered species concerns to contractors, their employees, and military and/or agency personnel involved in the project. The program should include the following: A description of the San Joaquin kit fox and its habitat needs; a report of the occurrence of kit fox in the project area; an explanation of the status of the species and its protection under the Endangered Species Act; and a list of measures being taken to reduce impacts to the species during project construction and implementation. A fact sheet conveying this information should be prepared for distribution to the previously referenced people and anyone else who may enter the project site.

- 10. Upon completion of the project, all areas subject to temporary ground disturbance, including storage and staging areas, temporary roads, pipeline corridors, etc. should be recontoured if necessary, and revegetated to promote restoration of the area to pre-project conditions.
- 11. In the case of trapped animals, escape ramps or structures should be installed immediately to allow the animal(s) to escape, or the USFWS should be contacted for guidance.
- 12. Anyone responsible for inadvertently killing or injuring a San Joaquin kit fox shall immediately report the incident to their representative. This representative shall contact the CDFW and USFWS immediately in the case of a dead, injured or entrapped kit fox.
- 13. The Sacramento Fish and Wildlife Office and CDFW shall be notified in writing within three working days of the accidental death or injury to a San Joaquin kit fox during project related activities. Notification must include the date, time, and location of the incident or of the finding of a dead or injured animal and any other pertinent information.
- 14. New sightings of San Joaquin kit fox shall be reported to the CNDDB. A copy of the reporting form and a topographic map clearly marked with the location of where the kit fox was observed should also be provided to the USFWS at the address below.
- 15. Any project-related information required by the USFWS or questions concerning the above conditions or their implementation may be directed in writing to the U.S. Fish and Wildlife Service at: Endangered Species Division, 2800 Cottage Way, Suite W2605, Sacramento, California, 95825-1846.

**Potential Environmental Effects of Measure:** No physical improvements or activities that could result in changes to the physical environment would be required by this measure.

**Significance after Mitigation:** Implementation of the recommendations provided in the *Standardized Recommendations for Protection of the San Joaquin Kit Fox Prior to or During Ground Disturbance* would reduce the potential impacts to both San Joaquin Kit fox and American badger to less than significant by requiring preconstruction surveys for the kit fox and badger, preventative measures to avoid potential impacts to these species, and compulsory action should any animal be encountered.

**Implementation/Monitoring:** Implementation of this measure would be the responsibility of the project applicant. The Merced County Community and Economic Development Department shall monitor for compliance. Mitigation Measure BIO-4a shall be implemented prior to construction. Mitigation Measure BIO-4b shall be implemented prior to and during construction.

#### Impact BIO-5: Loss of nesting habitat for tricolored blackbird (Criteria IV.a/d)

Supporting croplands at the Antonio Azevedo Dairy #2 Farm provide potential nesting habitat for tricolored blackbird, a threatened species under CESA. Because two acres of cropland that provides potential nesting habitat for these birds would be converted to active dairy facilities with the proposed project, this would be a significant impact.

Tricolored blackbird (TCBB) is a California threatened species under CESA. Based on the 2014 TCBB Statewide Survey, the TCBB population has declined by 63 percent since 2008 (Meese 2014). However, the most recent results of the TCBB Statewide Survey conducted in 2017 suggest that the rapid decline in abundance observed since at least 2008 has been arrested, and that there has been an increase in abundance since 2014 of about 32,000 birds (Meese 2017). TCBB Statewide Surveys were postponed in 2020 and 2021 due to the pandemic. However, the most recent results of the 2022

statewide survey showed a continuation of the modest increase in statewide population since the low in 2014 and a 23 percent increase over the estimate from the 2017 statewide survey (Colibri Ecological Consulting 2022).

TCBB is a highly colonial species that nests in large flocks near open water with a protected substrate and nearby foraging area. TCBB have two specific peaks in breeding activity, one in the first week of June and one in the first two weeks of July. Total nesting duration is approximately 45 days. Historically, TCBB nested within emergent wetland in the Central Valley; however, currently 38 percent of TCBB nests occur on triticale, a wheat-rye hybrid grown for forage on dairies (Meese 2014). The timing of triticale harvest conflicts with TCBB nesting, putting entire colonies at risk from harvesting activities that occur before fledging (Meese 2009). TCBB foraging typically occurs within three to five miles of the nesting colony. Lightly grazed fields, irrigated pastures, annual grasslands, and grain fields that provide habitat for a supply of large insects such grasshoppers, dragonflies, and damselflies offer the best foraging habitat. However, dairy and silage edge as well as feed lots maybe used for foraging. Surface water is typically present within a half mile of the nesting colony, a habitat criterion that would be met by the wastewater storage pond at this site. TCBB was not observed during the site survey. Although the crops currently in production (oats) are not used as nesting substrate by breeding TCBB, the croplands on site and in the surrounding area could provide suitable nesting habitat for TCBB if in production of triticale silage, a common nesting substrate associated with dairy farms.

Currently, there are no specific mitigation requirements for the loss of TCBB nesting or foraging habitat. Both nesting and foraging mitigation options are currently being developed by CDFW and the Tricolored Blackbird Working Group.

Construction of the proposed dairy expansion would result in the conversion of approximately two acres of cropland to developed dairy facilities. Although the cropland planned for conversion is not currently planted in crops that are known to be preferred TCBB habitat, grainfields are considered potentially suitable TCBB habitat, particularly if preferred grain crop (e.g., triticale) is planted. This would be a significant impact, and the following mitigation would be required.

**Significance of Impact:** Significant.

#### Mitigation Measure BIO-5a:

Implement Mitigation Measure BIO-2a.

#### Mitigation Measure BIO-5b:

Due to the potential for nesting TCBB on site or in the surrounding area, the following measures shall be implemented prior to construction activities:

- 1. Ground clearing and initiation of construction activities shall occur outside the breeding season, if feasible (September 15 to February 1).
- 2. If construction outside the breeding season is not feasible, a preconstruction survey shall be conducted within 10 days prior to the start of ground disturbance or vegetation removal to determine presence / absence of TCBB within 500 feet of project activities. If a lapse in construction of greater than 10 days occurs, another focused survey shall be conducted before reinitiating construction. (This measure is also required for all MBTA protected nesting birds, as set forth below in Mitigation Measure BIO-6.)

- 3. If a TCBB nest colony is discovered during preconstruction surveys, a minimum 300 foot buffer shall be applied around the nesting colony and all disturbance within the buffer area will be prohibited until the breeding season has ended or the qualified biologist has determined that there are no active nests remaining in the colony and the young have fledged and are no longer reliant on the colony or parental care for survival.
- 4. If implementation of the above measures to avoid take is not feasible, the applicant shall obtain an Incidental Take Permit from the CDFW pursuant to Fish and Game Code Section 2081 prior to construction.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by these measures would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Implementation of Mitigation Measure BIO-5a and BIO-5b would reduce this impact to less than significant by requiring employee awareness training and preconstruction surveys and avoidance measures (if determined necessary). Further, while approximately two acres of cropland would be converted to active dairy facilities, approximately 80 acres of cropland would continue to provide foraging and nesting habitat to bird species in the region.

**Implementation/Monitoring:** Implementation of the mitigation measures would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and CDFW shall monitor for compliance. Implementation of Mitigation Measure BIO-5a shall occur prior to construction. Implementation of Mitigation Measure BIO-5b shall occur prior to and during construction.

# Impact BIO-6: Loss of foraging and nesting habitat for sensitive and migratory bird species (Criteria IV.a/d)

A portion of the proposed Antonio Azevedo Dairy #2 Expansion project would be constructed on land that has previously been cultivated in grain crops, and currently provides nesting and/or foraging habitat for a variety of special-status and migratory bird species. Because two acres of cropland that provides potential nesting habitat for these birds would be converted to active dairy facilities by implementation of the proposed project, this would be a significant impact.

There is the potential for migratory birds, especially ground nesters, to breed on site. Suitable habitat for ground nesting birds such as western meadowlark and killdeer is limited, and only expected along edges of the agricultural fields. Construction of the proposed dairy expansion would result in the conversion of approximately two acres of cropland to dairy facilities, and a loss of potential nesting and foraging habitat for sensitive and migratory bird species.

Because potential nesting and foraging habitat for special-status and migratory bird species would be converted to active dairy facilities with the proposed project, this would be a significant impact, and the following mitigation would be required.

**Significance of Impact:** Significant.

#### **Mitigation Measure BIO-6:**

To reduce project related impacts to active bird nests and to reduce the potential for construction activities to interrupt breeding and rearing behaviors of birds, the following measures shall be implemented prior to and during construction activities:

- 1. Ground clearing and initiation of construction activities shall occur from September 15 to February 1, outside the breeding season, if feasible.
- 2. If ground clearing outside of nesting season is not feasible, a preconstruction survey shall be conducted to determine the presence of nesting birds for any ground clearing or construction activities that will be initiated during the breeding season (February 1 through September 15). The project site and potential nesting areas within 100 feet of the site for MBTA protected birds and 500 feet for raptors shall be surveyed within 10 days prior to the initiation of construction. Surveys will be performed by a qualified biologist or ornithologist to verify the presence or absence of nesting birds.
- 3. Construction shall not occur within a 500-foot buffer surrounding nests of raptors or a 250-foot buffer surrounding nests of migratory birds until the young have fledged or a qualified biologist determines the nest is no longer active.
- 4. If construction within these buffer areas is required, prior approval shall be obtained from the CDFW.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by these measures would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Preconstruction surveys and avoidance measures would reduce this impact to less than significant. Further, while approximately two acres of cropland would be converted to active dairy facilities, approximately 80 acres of cropland would continue to provide foraging and nesting habitat to bird species in the region.

Mitigation Measure BIO-6 relies on the CDFW permit process and mitigation requirements to avoid "take" of special status species. Although the mitigation measure is within the jurisdiction of an agency other than Merced County, the required measures must be completed prior to commencement of any activities that would result in these impacts, and compliance with the CDFW permit requirements would fully mitigate impacts to sensitive and migratory bird species to reduce this impact to less than significant.

**Implementation/Monitoring:** Implementation of the mitigation measure would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and CDFW shall monitor for compliance. Implementation of Mitigation Measure BIO-6 shall occur prior to and during construction.

#### Impact BIO-7: Loss and/or degradation of special-status plant species (Criteria IV.a)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would not result in the loss of special-status plant species. This would be a less-than-significant impact.

There are 24 special-status plant species that have been recorded in the nine-quad vicinity of the project area. Due to a lack of suitable habitat and ongoing site disturbance associated with agricultural operations, the likelihood of occurrence of special-status plant species in the site is considered extremely low. Further, no special-status plant species were observed during the field survey. Conversion of two acres of cropland to dairy facilities is not expected to affect special-status plants.

Because of the lack of habitat for special-status plant species and ongoing site disturbance associated with agricultural operations, there would be a less-than-significant impact to these species with implementation of the proposed dairy expansion project.

Significance of Impact: Less than significant.

Mitigation Measure BIO-7: None required.

# Impact BIO-8: Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities; loss or modification of wetlands (Criteria IV.b/c)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would not result in the loss of riparian or vernal pool habitat; loss of any sensitive natural community; or loss or modification of wetlands, since no such resources are located within the area that would be disturbed by construction of the proposed dairy expansion. This would be a less-than-significant impact.

No riparian habitats or other sensitive natural communities have been mapped or observed on the site. Because construction associated with the project is within existing cropland in an active dairy facility, and no sensitive natural communities occur on site, the project would not have a substantial adverse effect on any riparian habitats or other sensitive natural communities.

Reconnaissance surveys for wetlands were conducted during the spring, and no potentially jurisdictional waters or wetlands were observed during the time of the surveys. The NWI map identified the wastewater storage pond as both an emergent wetland and freshwater pond, and also showed freshwater emergent wetlands are riverine features off site to the north and east in the grassland areas. These wetlands are associated with the vernal pool grasslands, but are greater than 250 feet from the project impact areas and, therefore, will not be directly or indirectly impacted by the project. As a result, the project would not have a substantial adverse effect on federally protected wetlands as defined by Section 404 of the Clean Water Act.

Because construction associated with the project is located in active cropland, and no sensitive natural communities, riparian and vernal pool habitat, or wetlands occur on site, there would be no impacts to riparian and vernal pool habitat, other sensitive habitat types or sensitive natural communities, or wetlands and jurisdictional waters of the U.S. with implementation of the proposed dairy expansion project. This would be a less-than-significant impact.

**Significance of Impact:** Less than significant.

Mitigation Measure BIO-8: None required.

## Impact BIO-9: Interference with night-active wildlife or migrating birds (Criteria IV.d)

Implementation of the proposed Antonio Azevedo Dairy #2 project would not result in the addition of any new lighting to the project site that could interfere with night-active wildlife or migrating birds. This would be a less-than-significant impact.

There are no creeks, valleys, or other wildlife movement corridors on the site. The project is located within the Grasslands Ecological Area. The wildlife refuges and wildlife areas within the GEA provide wetland and riparian habitat for migratory waterfowl and shorebirds and potential wildlife movement corridors and nursery sites near the project site; however, none of these habitat areas are within 0.5-mile of the site. The intensively cultivated fields and dairy facilities are not suitable corridors or nursery sites, and the dairy expansion project would not interfere substantially with wildlife movement or impede the use of wildlife nursery sites.

A non-exhaustive literature review was conducted to provide background for assessing the potential impacts of nighttime lighting on nearby wildlife species, and on birds in particular. Published studies of the effects of night lighting on wildlife generally conclude that there is limited scientific understanding of the ecological impacts of night lighting, but that night lighting may have an adverse effect on wildlife in certain situations. One study found that "research focusing on artificial night lighting will probably reveal it to be a powerful force structuring local wildlife communities by disrupting competition and predator-prey interactions" (Longcore and Rich 2004). The type of night lighting (such as lighted buildings, street lamps, and vehicle lamps), the percent change in illumination, and the type of light (i.e., ultraviolet wavelengths versus infrared) can have varying effects on wildlife. The same paper also notes that "our understanding of the full range of ecological consequences of artificial night lighting is still limited." The authors of these reports concur on the need for continued studies.

Existing lighting at the facility includes building-mounted fluorescent or LED lighting on animal housing structures and the milking parlor. As existing fluorescent lighting requires maintenance or repair, they are replaced with LED fixtures. Existing County standards require that all lighting be directed away from or be properly shaded to eliminate light trespass or glare within a project or onto surrounding properties. The project includes at least one new yard light at the proposed manure separator location; however, this lighting would be minimal and located in the southern area of the project site and not adjacent to wildlife areas, and no substantial adverse effect would occur as a result of project lighting. This would be a less-than-significant impact. However, to ensure that existing lighting at the dairy facility meets County standards to reduce the potential for impact to migratory birds and night-active wildlife, the following measure would be recommended.

**Significance of Impact:** Less than significant.

#### **Recommended Measure BIO-9:**

Prior to issuance of a building or other development permit, a Lighting Plan shall be developed to modify existing and future lighting at the Azevedo Dairy #2 Farm. Project-related lighting shall be minimized and directed away or shielded to maintain lighting within developed areas of the facility and away from sensitive areas. No light trespass shall occur onto adjacent fields or off site. The Lighting Plan must comply with the following general standards:

• Lighting shall be designed so that exterior light fixtures are hooded, with light directed downward or toward the area to be illuminated, and so that backscatter to the nighttime sky

is minimized. The design of the lighting shall be such that the luminescence or light sources are shielded to prevent light trespass outside the project site boundary and neither the lamp nor the reflector interior surface are visible from outside the footprint of the facilities;

- Light fixtures shall be installed on poles of minimal height and/or be building-mounted;
- All lighting shall be of minimum necessary brightness consistent with worker safety;
- The number of lighting fixtures shall be limited to the minimum required;
- Illuminated areas not occupied on a continuous basis shall have switches or motion detectors to light the area only when occupied;
- All lighting poles, fixtures, and hoods will be dark-colored;
- Unless determined necessary by the County for safety or security reasons, any signs at the entry of the project site will not be lit (reflective coating is acceptable);
- When possible, green light bulbs will be utilized to minimize lighting impact on birds;
- The Lighting Plan must specify the type and intensity of lighting and shall be approved by the County and implemented prior to final inspection.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by these measures would be located within the project area. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Minimizing and/or directing/shielding lighting away from sensitive areas would minimize disruption of night-active species. Project effects would continue to be considered less than significant following implementation of the recommended measure.

**Implementation/Monitoring:** Implementation of the measure would be the responsibility of the project applicant. The Merced County Community and Economic Development Department shall monitor for compliance. Implementation of Recommended Measure BIO-9 shall occur prior to issuance of a building permit, and prior to and during construction.

# Impact BIO-10: Potential selenium and heavy metals effects to on-site biological resources (Criteria IV.a/b)

The use of supplemented feeds at the proposed Antonio Azevedo Dairy #2 Expansion could result in the introduction of heavy metals into the environment by the application of dairy waste to on-site agricultural fields and retention ponds. If concentrations of metals in terrestrial or aquatic media are significantly higher than naturally occurring background levels, adverse effects to terrestrial or aquatic biota within the project area could occur. Compliance with Merced County ACO regulations would reduce this impact to less-than-significant levels.

Based on studies summarized by the Council for Agricultural Science and Technology and others, concentrations of selenium, the heavy metal of most concern in supplemented feeds, are unlikely to be elevated in terrestrial media following application of dairy waste to fields, even under repeated application (Merced County 2002). Therefore, no impacts to wildlife from direct exposure to terrestrial media within the project area are expected. The supplementation of feeds with 0.3 parts per million (ppm) selenium (the amount approved by FDA in 1997) have been shown to result in less than 0.5 percent of the total input of selenium to the environment from other sources (Ullrey

1992). Additionally, corn grown with and without the use of selenium-supplemented dairy waste as fertilizer showed no significant increase in selenium content.

Selenium could, however, leach from on-site soil and/or retention pond bottom sediments to groundwater. Depending on the amount and form of selenium present in soil or sediment within the project area, selenium could enter groundwater and be transported to surface water. It is assumed that this could result in the introduction of selenium into aquatic ecosystems. For the Antonio Azevedo Dairy #2, collected tailwater is either returned to the retention pond, or retained by the berms.

The Merced County ACO (MCC Chapter 18.64), together with the Merced County Well Ordinance, recognize the importance of protecting water quality from the release of animal pathogens and agricultural chemicals or compounds. (The potential effects of contamination due to the export of manure pathogens to off-site agricultural fields as a result of project operations are evaluated in Chapter 10, Hydrology and Water Quality.) As described in the regulatory setting in Chapter 10, Hydrology and Water Quality, of this EIR, MCC Sections 18.64.050 E, K, O, T, LL, MM, and NN include requirements to protect water quality. MCC Sections 18.64.060 D, E, F, and G contain provisions requiring testing of selenium in manure, soils, groundwater, and plant tissue. Section 18.64.050 T requires that operators of confined animal facilities prevent further degradation if elevated levels of selenium are detected, and requires remediation of existing contamination. MCC Sections 18.64.050 LL and MM require that potential sources of selenium contamination be treated in the facility waste management system or monitored if discharged to surface waters, including irrigation district facilities. MCC Section 18.64.050 MM requires that any discharges to surface waters, including irrigation district facilities, meet the discharge and receiving water standards of the appropriate irrigation district and/or the CVRWQCB. Currently, the total selenium water quality objective for the San Joaquin River is 0.005 mg/l four-day average (CVRWQCB 2018). In summary, these measures include: management practices to prevent degradation; requirements for manure, soils, and groundwater testing; and in the event of contamination, remediation to meet receiving water standards by the RWQCB as set forth in the Basin Plan.

In addition, the CVRWQCB requires that all process water that comes into contact with wastewater be collected and stored in on-site settling basins and retention ponds with low permeability liners, reducing the potential release of pathogens and agricultural compounds in the project area to water supplies. (The text of these ACO provisions can be found in Appendix C.) Additional regulatory requirements for the Antonio Azevedo Dairy #2 Expansion may be included in the Individual WDRs issued by the CVRWQCB.

The regulatory requirements of the CVRWQCB and the ACO would minimize selenium exposure pathways within the project area and require the implementation of an on-site system for the monitoring and remediation of selenium in the environment. Implementation of Mitigation Measures HYD-3 and HYD-8 as set forth in Chapter 10, *Hydrology and Water Quality*, would further minimize this potential impact.

**Significance of Impact:** Less than significant.

Mitigation Measure BIO-10: None required.

# Impact BIO-11: Conflict with local policies or ordinances protecting biological resources (Criterion IV.e)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would not conflict with local policies or ordinances that protect biological resources because the project would be consistent with the Merced County 2030 General Plan, the Open Space Action Plan, and the Animal Confinement Ordinance. This would be a less-than-significant impact.

The Merced County 2030 General Plan contains a goal and several policies in its Natural Resources Element to protect the biological resources of the county. Merced County implements an Open Space Action Plan to ensure that areas designated as sensitive or significant resources are protected as established by the General Plan.

Because there were no wetland habitats or known rare or endangered species observed within the project area during the field reconnaissance survey that would be affected by the proposed dairy expansion, and the proposed project would comply with applicable regulations and implement mitigation measures designed to protect biological resources, the proposed project would not conflict with local policies.

The proposed dairy expansion area is not designated as a sensitive resource. Further, the proposed project would comply with the requirements of the Merced County ACO. A biological reconnaissance of the project area was conducted to determine whether potential special-status species or sensitive habitat were located within the proposed project area. The assessment found that no such resources were located within the proposed project expansion area, and mitigation measures would minimize potential impacts to any nearby species. Consistency with local policies and ordinances were also considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures listed above. As set forth in Chapter 11, *Land Use Compatibility*, of this EIR, the project would be consistent with adopted County policies to protect biological resources. Also, see Chapter 11 for an evaluation of the proposed project's compliance with 2030 General Plan policies regarding the Grasslands Ecological Area.

For the foregoing reasons, the proposed Antonio Azevedo Dairy #2 Expansion project would not conflict with local policies or ordinances that protect biological resources.

**Significance of Impact:** Less than significant.

Mitigation Measure BIO-11: None required.

# 7 CULTURAL RESOURCES AND TRIBAL CULTURAL RESOURCES

This chapter provides an evaluation of potential effects on cultural resources and tribal cultural resources associated with the proposed Antonio Azevedo Dairy #2 Expansion project. As established in the Initial Study (IS) for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), construction and operation of the Antonio Azevedo Dairy #2 Expansion project could result in significant impacts to cultural resources, tribal cultural resources, and human remains that may exist in the subsurface portions of the project site during construction. The following evaluation implements, and is consistent with, mitigation measures and study protocols adopted by Merced County in its certification of the 2030 Merced County General Plan Environmental Impact Report (EIR) in addition to the EIR for Revisions to the Animal Confinement Ordinance (ACO) and its approval of the ACO (Merced County Code (MCC) Chapter 18.64).

#### **INTRODUCTION**

Cultural resources are the remains and sites associated with human activities, and include prehistoric and ethnohistoric<sup>1</sup> Native American archaeological sites, historic archaeological sites, historical buildings, and elements or areas of the natural landscape that have traditional cultural significance. They consist of both surface and subsurface artifacts, structures, or features. When cultural resources are considered in the context of their natural surroundings or the rock strata (layers) in which they are found, they may contribute valuable information to the archaeological or historic record. Cultural resources are a nonrenewable resource that, if properly managed, can increase the knowledge and understanding of past cultures and events.

Native American cultural resources may also have sacred values that can only be identified through coordination and input from local Native Americans. Under Public Resources Code (PRC) Section 5097.9 et seq., any public agency is prohibited from interfering with the free expression or exercise of Native American religion or causing severe or irreparable damage to any Native American sanctified cemetery, place of worship, religious or ceremonial site, or sacred shrine located on public property. Under PRC Section 5097.94, lead agencies are required to consider the effects of projects on tribal cultural resources, and to conduct consultation with federally and non-federally recognized Native American Tribes who are traditionally and culturally affiliated with the geographic area of the proposed project, and who have requested such consultation in writing.

#### **METHODOLOGY**

Padre Associates, Inc. conducted a Phase I archaeological survey in support of the Antonio Azevedo Dairy #2 Expansion project, overseen by Rachael J. Letter, M.S., RPA. The Phase I archaeological survey includes an archaeological records search and a Phase I pedestrian survey, which was conducted on February 1, 2022. The results of the assessment are detailed in the *Phase I Archaeological Study, Azevedo Dairy Farm No. 2 Expansion Project, 7618 South Highway 59, El Nido, Merced County, California* (Padre 2022).

The cultural resources assessment consists of four components: (1) pre-field sensitivity and background research, including an examination of existing literature and historical databases for the

Ethnohistory is the study of cultures and indigenous peoples' customs by examining historical records as well as other sources of information on their lives and history.

proposed project area; (2) a record search of the California Historical Resources Information Systems (CHRIS) of the State Office of Historic Preservation on cultural resources for the proposed project area; (3) consultation with the Native American Heritage Commission, and (4) a pedestrian survey of the proposed project site.

#### 7.1 REGULATORY FRAMEWORK

#### FEDERAL REGULATIONS

National Historic Preservation Act of 1966 (16 U.S.C. 470 et seq.). The National Historic Preservation Act (NHPA) is a federal law created to avoid unnecessary harm to historic properties. The NHPA includes regulations that apply specifically to federal land-holding agencies, but also includes regulations (Section 106) that pertain to all projects funded, permitted, or approved by any federal agency that have the potential to affect historical and cultural resources. The proposed project is privately funded and would not require any federal permits; since no federal actions are associated with the proposed project, the NHPA in addition to the National Environmental Policy Act of 1969 (NEPA) (16 U.S.C. 4321, and 4331-4335) are not expected to apply to this project.

American Indian Religious Freedom Act of 1978 (42 U.S.C. 1996 and 1996a). The American Indian Religious Freedom Act and the Native American Graves and Repatriation Act of 1990 (25 U.S.C. 3001 et seq.) establish that traditional religious practices and beliefs, sacred sites, and the use of sacred objects shall be protected and preserved.

#### STATE REGULATIONS

California Environmental Quality Act (Public Resources Code Section 21000 et seq.). The California Environmental Quality Act (CEQA provides direction on determining the significance of impacts to archaeological and historical resources. PRC Section 21083.2 and Section 15064.5 of the State CEQA Guidelines require that lead agencies determine whether projects may have a significant effect on archaeological and historical resources. This determination applies to those resources that meet significance criteria qualifying them as "unique" or "important," on the California Register of Historic Resources (CRHR), or determined eligible for listing on the CRHR. Potential eligibility is also based on the integrity of the resource. Integrity is defined as the retention of the resources' physical condition that existed during its period of significance. It is determined through careful consideration of a resource's design, workmanship, materials, location, feeling, and association to important events in history.

California Register of Historical Resources. The CRHR is restricted to properties that are to be protected from substantial adverse change (PRC Section 5024.1). The CRHR lists properties that have been formally determined to be eligible for listing in the National Register of Historic Places, State Historical Landmarks, and listed as eligible as Points of Historical Interest. All other resources require nomination in order to be included on the Register.

California Public Resources Code Section 5097. Part of the Native American Historic Resource Protection Act, PRC Section 5097 specifies the archaeological, paleontological, and historical and sacred site procedures that must occur both prior to and during construction of any major public works project on state or public lands. It describes the procedures in the event there is a discovery of human remains.

California Public Resources Code Section 5097.94. Assembly Bill (AB) 52 was approved in September 2014, amending PRC Section 5097.94, and adding to sections of the code relating to Native Americans. AB 52 requires lead agencies to consider the effects of projects on tribal cultural resources, and to conduct consultation with federally and non-federally recognized Native American Tribes early in the environmental planning process. AB 52 states that the lead agency must consult with California Native American Tribes who are traditionally and culturally affiliated with the geographic area of the proposed project, and who have requested such consultation in writing.

California Health and Safety Code Sections 7050.5 - 7055. Division 7 of the Health and Safety Code governing dead bodies states that the disturbance of Native American cemeteries is a felony. It requires that construction or excavation must be stopped in the vicinity of discovery of human remains until the County Coroner can determine whether the remains are those of a Native American. If the remains are determined to be Native American, the coroner must contact the California Native American Heritage Commission.

**Executive Order B-64-80**. Executive Order B-64-80 directs state agencies to identify, inventory, preserve, and maintain cultural resources under their jurisdiction.

## **LOCAL POLICIES**

**Merced County General Plan**. The Merced County 2030 General Plan contains the following and policies related to cultural resources:

## Policy RCR-2.1: Archaeological Site and Artifact Protection

Require development projects that affect archaeological sites and artifacts to avoid disturbance or damage to these sites.

#### Policy RCR-2.2: Historical Area Preservation

Support the preservation of historical structures and areas, particularly those listed on the National Register of Historic Places and California Register of Historic Places.

#### Policy RCR-2.4: Park and Open Space Historic Resource Protection

Require the preservation of historic resources located in parks and publicly-owned open space areas.

#### Policy RCR-2.5: Human Remains Discovery

Require that, in the event of the discovery of human remains on any project construction site, all work in the vicinity of the find will cease and the County Coroner and Native American Heritage Commission will be notified.

## Policy RCR-2.8: Historical Preservation Area/Site Designations

Allow sites of historical and archaeological significance to be designated as historical preservation areas or sites during the Community Planning process or on individual sites in rural areas.

#### Policy RCR-2.10: Tribal Consultation

Consult with Native American tribes regarding proposed development projects and land use policy changes consistent with Planning and Zoning Law at Government Code Section 65351, and the OPR Tribal Consultation Guidelines (2005).

These policies, and their relevance to the proposed project, are further discussed in Section 7.3, *Environmental Effects*, below, in addition to Table 11-1 in Chapter 11, *Land Use Compatibility*.

Merced County Animal Confinement Ordinance. The revised ACO does not address the protection of cultural resources. However, Merced County requires that all new animal confinement facilities obtain an Administrative Permit or a Conditional Use Permit. Both of these permits are discretionary and require that the County comply with the requirements of CEQA in an environmental review process. To address potential impacts to cultural resources, the EIR prepared for the revised ACO contains mitigation measures to be implemented during environmental review of animal confinement facility projects such as the Antonio Azevedo Dairy #2 Expansion project. Mitigation measures adopted as policy in the EIR for the ACO include:

- Consultation with listed Native Americans regarding the identification and locations of known and unknown cultural resources and traditional cultural properties;
- Assessment of identified cultural resources by a qualified archaeologist;
- Evaluation of the resource according to CEQA significance criteria and preparation of a mitigation plan in accordance with appropriate guidelines and consultation with listed Native Americans;
- Suspension of work if archaeological resources are encountered at any site of an animal
  confinement facility during construction until the County complies with above listed
  measures.

These policies, in addition to Merced County's Standard Conditions for Private Projects (see Chapter 4, *Introduction to the Environmental Analysis*), were considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures below.

#### 7.2 ENVIRONMENTAL SETTING

## 7.2.1 PROJECT SETTING

## PROJECT LOCATION AND USE

The existing Antonio Azevedo Dairy #2 is located on the east side of State Route (SR) 59, approximately 0.6 miles south of East Sandy Mush Road in the El Nido area of Merced County. The active dairy facilities are located on ≈33 acres of an existing farm totaling 119 acres in unincorporated Merced County. Approximately ≈82 acres of the dairy site project parcel are currently used for the production of crops and the application of manure process water and/or solid manure. The project site is located in a rural farmland area, and consists of an agricultural field and a manure stockpile area associated with the active dairy farm complex.

#### ARCHAEOLOGICAL SETTING

Archaeological resources include material remains of human life and culture in the past, such as graves, buildings, tools, and pottery. Although earlier, less disciplined forays into the prehistory of the Central Valley have occurred, archaeological investigations did not begin in earnest until the 1920s. Specifically, Stockton-area amateur archaeologists J.A. Barr and E.J. Dawson excavated numerous sites and made substantial collections in the area from 1893 to the 1930s. While less academic and more avocational in their approach, the work performed by Barr and Dawson would nonetheless provide the foundation for the development of the three-phased chronological

sequence that would ultimately be applied to the Central Valley region (Ragir 1972). Through comparative analysis of the artifacts collected during field investigations, Barr and Dawson refined a conceptual model which categorized area sites into "Early," "Middle," and "Late" periods (Ragir, 1972; Schenck and Dawson 1929).

In the 1930s and 1940s, J. Lillard and W. Purves of Sacramento Junior College developed a three-phased cultural sequence that was similar to the one proposed by Barr and Dawson. The system developed by Lillard and Purves continued to rely on comparative analysis of artifact and burial data, and was further refined over the succeeding years and eventually expanded into what is now known as the Central California Taxonomic System (CCTS) (Lillard et al. 1939).

Subsequent archaeological investigation in the Central Valley focused largely on refinement of the CCTS through the inclusion of additional factors such as environmental change, settlement and subsistence strategy, exchange, population movement, and other topics. These studies led to the establishment of sub-sequences for many regions of Central California, the most well-received of which has been Fredrickson's (1973) concept of cultural "patterns" (see also Moratto 1984). This concept is built around the premise that seemingly disparate groups can in fact be accurately described as sharing a single, widespread culture-horizon, and that perceived differences in approach and execution between individual groups can be attributed to local variations of that same, shared horizon.

The major regional archaeological sequence identified in the "West Side" regional of the Central Valley has been identified by excavation at sites west of Los Banos, prior to construction of San Luis Dam and Los Banos Grandes Reservoir, which are located to the southwest of the proposed project area. Data from five excavated archaeological sites located west of Los Banos provided a detailed visualization of the prehistoric past for the region. The excavated sites lead to the identification of four local archaeological complexes. From the earliest to the latest, the four complexes include the Positas Complex, the Pacheco Complex, the Gonzaga Complex, and the Panoche Complex. Inventoried materials at these complexes include projectile points, small bones, ground and shell beads, shell ornaments, milling stones, cobble pestles, stone tools, small bowl mortars, slab milling stones, hand stones, and burial sites. Some complexes also contained structures, including an assembly house, heating pits, and a built-up interior mud rings and fire pits. Subsequent investigations in the area (near Pacheco Pass) include surveys that discovered occupation sites, bedrock mortars, cupule features, flake scatters, quarries, petroglyphs, and rock shelters.

In general, the archaeology of central and western Merced County is poorly known. While numerous investigations occurred at the San Luis Dam and Los Banos Grandes Reservoir, these investigations were not near the proposed project site. The project site has not been previously examined for cultural resources, and no archaeological investigations have been conducted within ½ mile of the project area (Padre 2022).

#### **ETHNOGRAPHIC SETTING**

The project area is located within the former territory of the Penutian- speaking Northern Yokuts, a tribe that at the time of contact occupied an area extending east from the crest of the Coast (Diablo) Range well into the foothills of the Sierra Nevada, north to Bear Creek near Stockton, and south to the south side of the San Joaquin River past Mendota (Padre 2022). The Yokuts spread from the Sierra Nevada foothills into the Central Valley about 500 years ago.

The project site is situated near an area which has been ascribed by previous researchers to the Honoumne Yokuts. The principal area occupied by the Yokuts is west of the confluence of the Merced and San Joaquin Rivers - the lower reaches of the Merced. This area is also indicated as within the territory of the Coconoon group of the Northern Valley Yokuts. While cultural studies mention Yokuts along the Merced River, there is presently very little ethnographic data regarding Native American occupation of specific locations on the "west side" of the San Joaquin Valley and for central Merced County (Padre 2022). Given the ethnographic literature pertaining to the project region and its surrounding area, including early ethnographic documentation, imperishable features and artifacts may be found during cultural resource reconnaissance of the areas in Merced County.

#### HISTORICAL SETTING

The history of Northern California, which includes Merced County, is grouped into three distinct periods: Spanish, Mexican, and American. The Antonio Azevedo Dairy #2 project site was isolated from the Spanish and Mexican periods of California history, however, due to the dairy's distance from San Francisco Bay. Therefore, although events associated with the Spanish and Mexican periods and cultural remains from those periods are not likely to occur in the project site, these periods will be discussed briefly as a point of reference.

## Spanish (A.D. 1806 – 1822) and Mexican (A.D. 1822 – 1848) Periods

The first Spanish expedition to enter the San Joaquin Valley did so in 1806, under the leadership of Gabriel Moraga. Searching for Native Americans who had taken horses from Mission San Juan Bautista, as well as sites for new missions, Moraga was accompanied by Father Pedro Munoz and an escort of 25 soldiers (Beck and Haase 1974). Americans also began transecting the region during the Mexican period. In both 1827 and 1828, Jedediah Smith entered the San Joaquin Valley via Tejon Pass and trapped beaver along the San Joaquin, Kings, and numerous other rivers and streams that flowed down from the Sierra Nevada. Smith was followed by other fellow trappers, and by John Fremont, who crossed the San Joaquin River on his way south through the Central Valley in 1844 (Clough and Secrest 1984). During the same period, Mexican ranchers began to settle in the San Joaquin Valley. Throughout the Spanish era, the land of Alta California remained under sovereign domain; however, under Mexican rule the government systematically began granting large parcels of land to individuals who, to a great extent, engaged in the cattle and tallow trade (Beck and Haase, 1974).

In 1821, Mexico declared independence from Spain; a year later, California became a Mexican Territory. The project site is located approximately seven miles northeast of the former Rancho Sanjon de Santa Rita, a 48,823-acre tract granted to Francisco Maria Soberanes in 1841. Following the Bear Flag Revolt in 1846, California gained its independence from Mexico and the United States gained control of the territory. Across California, courts reviewed the legality of each land grant on an individual basis. While the Treaty of Hidalgo promised all property belonging to the Californios would be respected, the Land Act of 1851 required all land grant owners to prove their title and ownerships rights. The US District Court confirmed Soberanes as the owner of the Rancho Sanjon de Santa Rita in 1858 (Byrd et al., 2017). (Padre 2022)

#### American Period (1848 – present)

The discovery of gold in the Sierra Nevada in 1849 prompted a surge in population throughout the northern half of California, as emigrants sought their fortunes as prospectors in the rivers and hills,

or as tradesmen and provisioners in the towns and cities. The increased demand for supplies and provisions for the large numbers of prospectors and miners in the region led to a significant increase of various livestock, which soon grazed many species of native grass into extinction. Additional changes in land use involved widespread logging, a practice which had already contributed to the disappearance of localized woodland habitats across the state, but which greatly accelerated with the increased demand for railroad ties, mine timbers, and building materials for population centers great and small.

Agricultural development across all arable land rapidly intensified during the American period, both to meet local and regional demand, and also as a commercial venture pursued by those recently settled in the state.

In February 1850, the territorial legislature passed an act that would divide the new province of California into 27 counties. Mariposa County, which was the largest, comprised 30,000 square miles and enveloped one-fifth of the State. This county alone consisted of land that would eventually become part of ten other counties, including Merced County. On April 19, 1855, Merced County was carved from the northwest section of Mariposa County and the seat of government established along Mariposa Creek at the Turner and Osborn Ranch. In 1857 the County seat was relocated to Snelling's Ranch. In December 1872, Merced County voters chose to relocate the seat of government from Snelling to the town of Merced.

The arrival of the Central Pacific Railroad led to a rapid increase in the establishment of towns and provided a critical means of transportation throughout the Central Valley. This, along with several other factors, prompted a shift in regional land use from ranching to farming. Although early agriculture in Merced County focused on "dry-farming" methods, during the 1860s many local ranchers and farmers began to develop small-scale irrigation projects. The Robla Canal Company and the Farmer's Canal Company (which eventually absorbed the Robla Canal Company) expanded the extent of irrigation in the area. These irrigation networks relied heavily on existing natural waterways that were modified (i.e., channeled) for the purpose of irrigation (JRP 2000). In 1919, Merced County voters approved the creation of the Merced Irrigation District (MID), a publicly owned entity that purchased the Crocker–Huffman system in 1922. Voters soon passed a bond issue funding improvements and expansion of the existing irrigation system, an effort that has continued into the present (JRP 2000).

The dairy industry was introduced to the county in the late 1850s. By the 1970s, there were more than 2,500 commercial dairies, 17 milk product plants, and milk cows that produced dairy products valued at \$39,564,000. Today, Merced County continues to be an important contributor to the livestock and farming industries in California. In 2022, the most recent year for which data is available, Merced County's dairy industry products remain the leading agricultural commodity in the county, with an overall gross value of \$1,500,840,000 (Merced Agricultural Commissioner 2022).

#### RECORDS SEARCH

Records of the known cultural resources found in Merced County are included in the files of the Office of Historic Preservation, California Historical Resources Information System. The Central California Information Center (CCIC), housed at California State University, Stanislaus, locally administers these records. A records search request was filed with the CCIC on December 23, 2021

for all recorded historic-era and prehistoric archaeological sites within ½ mile radius of the project site to determine its historic and cultural sensitivity (Padre 2022).

The results of CCIC Records Search indicated that no previously recorded cultural resources are located within the project site or within a quarter-mile radius. The results also indicated that the project site has not been previously examined for cultural resources, and no previous studies have been completed within the search radius.

#### **NATIVE AMERICAN CONSULTATION**

The Native American Heritage Commission (NAHC), in Sacramento, was contacted on December 23, 2021 to request an examination of their Sacred Lands Files to determine whether the project is located on sacred land, and to request a current list of Native American tribal representatives who may have concerns regarding the proposed project.

Results of the records search by the NAHC did not indicate the presence of Native American tribal cultural resources within or adjacent to the project site (Padre 2022). AB 52 requires that the lead agency must consult with California Native American Tribes who are traditionally and culturally affiliated with the geographic area of the proposed project, and who have requested such consultation in writing. At the time of preparation of this EIR (September 2024), no tribes have requested to be informed of projects in the area of the proposed project, nor have any tribes requested consultation (Ho, *pers comm* 2024).

#### FIELD SURVEY RESULTS

Field inspection for the proposed project was completed by an archaeologist on February 1, 2022 to ascertain whether the site contains cultural resources. The project site was examined in transect intervals spaced of no greater than 10 meters, where not constrained by dense vegetation or extant structures. The proposed project includes the construction of a 68,000 square foot manure drying area with a mechanical separator located in the southern portion of the project area.

The project site consists of an agricultural field and a manure stockpile area associated with the active dairy farm complex. The agricultural field was planted at the time of the survey. The manure stockpiling area consists of a graded and leveled earthen surface. These locations exhibit much ground disturbance including frequent tilling, grading, and manure storage. Ground visibility varied from zero to 100 percent, with existing vegetation and stockpiles accounting for the areas of lesser visibility. Soils consisted of a pale brown, sandy loam containing organics. No cultural materials were observed during the survey.

## 7.3 ENVIRONMENTAL EFFECTS

## 7.3.1 SIGNIFICANCE CRITERIA

The project was evaluated in terms of findings of significance defined in State CEQA Guidelines Section 15065, and Appendix G of the State CEQA Guidelines Section V, *Cultural Resources*, and

Section XVIII, *Tribal Cultural Resources*. A project would normally result in a significant impact if the proposed project would:

- Cause a substantial adverse change in the significance of a historical resource pursuant to Section 15064.5. (V.a)
- Cause a substantial adverse change in the significance of an archaeological resource pursuant to Section 15064.5. (V.b)
- Disturb any human remains, including those interred outside of formal cemeteries. (V.c)

For Tribal Cultural Resources, a project would normally result in a significant impact if the proposed project would cause a substantial adverse change in the significance of a tribal cultural resource as defined in PRC Section 21074 as either a site, feature, place, cultural landscape that is geographically defined in terms of the size and scope of the landscape, sacred place, or object with cultural value to a California Native America tribe, and that is:

- Listed or eligible for listing in the California Register of Historical Resources, or in a local register of historical resources as defined in Public Resources Code Section 2010.1(k), or (XVIII.a)
- A resource determined by the lead agency, in its discretion and supported by substantial evidence, to be significant pursuant to criteria set forth in subdivision (c) of Public Resources Code Section 5024.1. In applying the criteria set forth in subdivision (c) of Public Resource Code Section 5024.1, the lead agency shall consider the significance of the resource to a California Native American tribe. (XVIII.b)

Pursuant to Section 15064.5 of the CEQA Guidelines, a historical resource is presumed significant if it is listed on the CRHR, or has been determined to be eligible for listing by the State Historical Resources Commission. A historical resource may also be considered significant if the lead agency determines, based on substantial evidence, that the resource meets the criteria for inclusion in the CRHR.

Section 15064.5(b) of the CEQA Guidelines further provides standards for determining what constitutes a "substantial adverse change" that must be considered a significant impact on a historic resource. A "substantial adverse change" means "physical demolition, destruction, relocation, or alteration of the resource or its immediate surroundings such that the significance of an historical resource would be materially impaired." Material impairment means demolishing or altering "in an adverse manner those characteristics of an historical resource that convey its historical significance and that justify its inclusion in, or eligibility for inclusion in, the California Register of Historical Resources."

The section further states that archaeological resources not otherwise determined to be historical resources may be significant if they are unique. Pursuant to PRC Section 21083.2, a unique archaeological resource is defined as an archaeological artifact, object, or site about which it can be clearly demonstrated that without merely adding to the current body of knowledge, there is a high probability that it meets one of the following criteria:

- Contains information needed to answer important scientific questions and there is a demonstrable public interest in that information;
- Has a special and particular quality, such as being the oldest of its type or the best available example of its type; or

• Is directly associated with a scientifically recognized important prehistoric or historic event or person.

According to Section 15064.5 of the CEQA Guidelines, all human remains are significant.

A non-unique archaeological resource means an archaeological artifact, object, or site that does not meet the above criteria. A non-unique archaeological resource need be given no further consideration under CEQA.

#### 7.3.2 ENVIRONMENTAL IMPACTS

This impact analysis is based on:

- a review of published information and reports regarding cultural resources within the boundaries of the Antonio Azevedo Dairy #2 Expansion project area;
- consultation with the Native American Heritage Commission;
- analysis of federal, state, and local regulations pertaining to cultural resources; and
- evaluation of changes that could occur to cultural resources as a result of the proposed Antonio Azevedo Dairy #2 Expansion project.

# Impact CUL-1: Cause a substantial adverse change in the significance of a historical or archaeological resource (Criteria V.a/b)

Construction of the proposed dairy facilities could result in substantial adverse changes to the significance of historical or archaeological resources within the project area. Because ground-disturbing activities could affect unidentified remains of subsurface historic or archaeological resources, this would be a significant impact.

The cultural resources assessment completed by the Central California Information Center determined that no previously recorded prehistoric sites, historic archaeological resources, or historic buildings occur within the proposed project area, or within the immediate vicinity of the project area. There have been no previous investigations of the project site, nor within an ½ mile radius of the site.

An assessment of cultural resources in the project area known to be protected or sacred by the Native American Indian community was completed through communication with the NAHC, Sacramento. The assessment completed by the NAHC determined that no sacred lands were identified in the area of the proposed project. As of the time of preparation of the EIR (September 2024), no correspondence has been received from Native American tribal representatives requesting information or consultation in the area of the proposed project.

The proposed dairy expansion project site consists of an active dairy farm complex and associated lands. The proposed project is the construction of a manure drying area with a mechanical separator located in the southern portion of the project area. Construction of the proposed manure storage area would result in the conversion of approximately two (2) acres of cropland to active dairy facilities. Many areas that have been plowed for years may nevertheless contain intact archaeological remains beneath the plow zone, a situation demonstrated at several Central Valley localities.

All aspects of the cultural resources assessment of the proposed Antonio Azevedo Dairy #2 Expansion project site indicate that no known cultural resources are present within the project area. Therefore, the project would have no adverse effects on known historic or cultural resources. However, previously unidentified historic or archaeological resources may remain buried below the plow zone, which could be disturbed by project construction activities. This impact would be significant.

**Significance of Impact:** Significant.

#### Mitigation Measure CUL-1:

The project applicant and construction contractor shall implement measures to address discovery of unanticipated buried cultural resources. If buried cultural resources such as chipped or ground stone, midden deposits, historic debris, or building foundations are inadvertently discovered during ground-disturbing activities, work shall stop in that area and within 100 feet of the find until a qualified archaeologist can assess the significance of the find and, if necessary, develop responsible treatment measures in consultation with Merced County and other appropriate agencies. Measures must result in the avoidance, preservation, or recordation of the resource.

Environmental Effects of Measure: If any cultural resources are discovered during construction of the Antonio Azevedo Dairy #2 Expansion project, implementation of Mitigation Measure CUL-1 would protect these archaeological resources, and would trigger additional mitigation for effects to such resources. All physical improvements or activities that could result in changes to the physical environment required by these measures would be located within the project site, and no additional impacts beyond those identified for such development in Chapters 5 through 11 of this Draft EIR would occur.

**Significance after Mitigation:** Implementation of Mitigation Measure CUL-1 would provide protection of archaeological resources, and would ensure that these features are protected, preserved, and/or documented by requiring the project applicant and construction contractor to implement measures that address the discovery of unanticipated buried cultural resources. Therefore, this impact would be less than significant after implementation of Mitigation Measure CUL-1.

**Implementation/Monitoring:** Implementation of this mitigation measure would be the responsibility of the project applicant/construction contractor and Merced County Community and Economic Development Department, and that department shall monitor for compliance. Implementation of Mitigation Measure CUL-1 would occur prior to and during project construction.

# Impact CUL-2: Result in the accidental discovery and disturbance of human remains (Criterion V.c)

Construction activities associated with the Antonio Azevedo Dairy #2 Expansion project could result in the accidental discovery of human remains. This would be a significant impact.

No human remains have previously been identified within the project area. Even though no remains have been discovered during previous disturbance of the project site, currently unknown remains could be disrupted by construction operations that involve the excavation or disturbance of

subsurface layers. As a result, the potential for the accidental discovery and disturbance of human remains would result in a significant impact.

**Significance of Impact:** Significant.

#### Mitigation Measure CUL-2:

The project applicant and construction contractor shall implement a plan to address discovery of human remains. If remains of Native American origin are discovered during proposed project construction, it shall be necessary to comply with state laws concerning the disposition of Native American burials, which fall within the jurisdiction of the Native American Heritage Commission (NAHC). If any human remains are discovered or recognized in any location other than a dedicated cemetery, there shall be no further excavation or disturbance of the site or any nearby area reasonably suspected to overlie adjacent human remains until:

- The County coroner has been informed and has determined that no investigation of the cause of death is required; and
- If the remains are of Native American origin:
  - √ The most likely descendants of the deceased Native Americans (identified by the NAHC) has made a recommendation to the landowner or person responsible for the excavation work for means of treating or disposing of, with appropriate dignity, the human remains and any associated grave goods as provided in PRC 5097.98; or
  - √ The NAHC has been unable to identify a descendant, or the descendant failed to make a recommendation within 24 hours after being notified.

According to the California Health and Safety Code, six or more human burials at one location constitute a cemetery (Section 8100), and disturbance of Native American cemeteries is a felony (Section 7052). Section 7050.5 requires that construction or excavation be stopped in the vicinity of discovered human remains until the coroner can determine whether the remains are those of a Native American. If the remains are determined to be Native American, the coroner must contact the NAHC.

Environmental Effects of Measure: If any human remains are discovered during construction of the proposed Antonio Azevedo Dairy #2 Expansion project, implementation of Mitigation Measures CUL-2 would protect these remains, and would trigger additional mitigation for effects to such resources. All physical improvements or activities that could result in changes to the physical environment required by these measures would be located within the project site, and no additional impacts beyond those identified for such development in Chapters 5 through 11 of this Draft EIR would occur.

**Significance after Mitigation:** Implementation of Mitigation Measure CUL-2 would provide protection of human remains, and would ensure that any remains are protected, handled according to state law, and treated with appropriate respect. Therefore, this impact would be less than significant after implementation of Mitigation Measure CUL-2.

**Implementation/Monitoring:** Implementation of this mitigation measure would be the responsibility of the project applicant/construction contractor and Merced County Community and Economic Development Department, and that department shall monitor for compliance. Implementation of CUL-2 would occur prior to and during project construction.

# Impact CUL-3: Cause a substantial adverse change in the significance of a tribal cultural resource (Criteria XVIII.a/b)

Ground-disturbing construction activities associated with the Antonio Azevedo Dairy #2 Expansion project would not result in a substantial adverse change in the significance of a tribal cultural resource since no tribal cultural resources were identified on the project site, and no Native American tribes requested consultation. This would be a less-than-significant impact.

The Native American Heritage Commission was contacted to conduct a record search of the Sacred Lands File. The records search produced negative results. As of preparation of the EIR (September 2024), no Native American tribes in the area of the proposed project have requested in writing that Merced County consult with them early in the environmental planning process in accordance with AB 52 (Ho pers. comm. 2024).

Because the Sacred Lands File produced negative results, and no requests have been received by the County from Native American representatives to consult on projects proposed for their geographic area, the County's obligations under AB 52 and the implementing requirements of the Public Resources Code have been satisfied. As a result, this impact would be considered less than significant.

**Significance of Impact:** Less than significant.

Mitigation Measure CUL-3: None required.

Cultural Resources and Tribal Cultural Resources

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## 8 GREENHOUSE GAS EMISSIONS AND ENERGY USE

This chapter provides an evaluation of greenhouse gas (GHG) emissions generated by the proposed Antonio Azevedo Dairy #2 Expansion project, in addition to an evaluation of potential energy impacts from the dairy expansion. As established in the Initial Study (IS) for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), the construction and operation of the Antonio Azevedo Dairy #2 Expansion project would result in greenhouse gas emissions from both direct and indirect sources.

Global climate change refers to the long-term fluctuations in temperature, wind patterns, precipitation, and other aspects of the climate systems of the earth. It is widely recognized that GHG emissions associated with human activities are contributing to global climate change, which is a public health and environmental concern broadly accepted around the world. As global concentrations of atmospheric greenhouse gases increase, global temperatures increase, as do weather extremes and air pollution concentrations. GHG emissions are produced from: electricity generation, road transportation, and other energy sources; industrial processes; agriculture, forestry, and other land use; solid waste disposal; and wastewater treatment and discharge. Carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>), and nitrous oxide (N<sub>2</sub>O) are the principal GHGs from dairy operations.

#### 8.1 REGULATORY FRAMEWORK

This section includes a discussion of laws, ordinances, regulations, and standards applicable to greenhouse gas emissions and energy efficiency.

### 8.1.1 FEDERAL PLANS, POLICIES, REGULATIONS, AND LAWS

The United States Environmental Protection Agency (EPA) is the federal agency responsible for implementing the federal Clean Air Act (CAA). The U.S. Supreme Court ruled on April 2, 2007 that carbon dioxide is an air pollutant as defined under the CAA, and that EPA has the authority to regulate emissions of GHGs¹. However, there are no federal regulations or policies regarding GHG emissions thresholds applicable to the proposed project at the time of preparation of this Environmental Impact Report (EIR).

Greenhouse Gas Reporting Program. Under the Final Mandatory Reporting of Greenhouse Gas Rule, suppliers of fossil fuels or industrial GHGs including carbon dioxide, methane, nitrous oxide, and fluorinated gases; manufacturers of vehicles or engines; and facilities that emit more than 25,000 metric tons (mt/yr) or more per year of GHGs are required to submit annual reports to EPA. This comprehensive, nationwide emissions data will provide a better understanding of the sources of GHGs, and will guide development of the policies and programs to reduce emissions. Large agricultural operations with manure management systems may be affected by the EPA rule. The minimum average annual animal population for dairies to emit 25,000 mt/yr or more of GHG is 3,200 dairy cows. Operators of facilities with less than 3,200 dairy cows will likely not need to report under this rule. Congressional action, however, has blocked the rule's application to livestock manure

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On June 30, 2022, the U.S. Supreme Court case ruling on *West Virginia v. Environmental Protection Agency* restricted the EPA's power to regulate GHGs. In response, when Congress passed the Inflation Reduction Act of 2022, it amended the Clean Air Act and reinforced that carbon dioxide emitted from fossil fuels is an air pollutant and that the EPA has the authority, and responsibility, to regulate it.

management. The EPA will not be implementing subpart JJ, Manure Management of Part 98 due to a Congressional restriction prohibiting the expenditure of funds for this purpose (EPA 2024a).

Climate Adaptation Plan. The Climate Adaptation Action Plan was developed by the EPA to address reduction of greenhouse gases in the United States. The plan consists of more than 50 voluntary programs, including the Ruminant Livestock Efficiency Program (RLEP) and the AgStar Program. The RLEP, developed in coordination with the United States Department of Agriculture (USDA), provides a series of improved livestock production practices that could readily be implemented to reduce methane emissions from ruminant animals. Developed in conjunction with the USDA, this program established livestock production practices (modification of feed), which if implemented, could reduce methane emissions. The AgStar Program, developed by the EPA, USDA, and U.S. Department of Energy, encourages the use of methane recovery technologies to reduce methane emissions at concentrated animal feeding operations that manage manure as liquids or slurries.

Inflation Reduction Act of 2022. The bill provides hundreds of billions of dollars in tax incentives and grants to reduce the cost of meeting standards for power companies, car companies, and their customers. It allocates \$40 billion for the USDA to expand climate-focused programs, particularly in regard to conservation. Farmers will be offered more incentives to plant cover crops or adopt other conservation practices. The bill includes \$9.7 billion in grants and loans to rural electric cooperatives to buy renewable energy, renewable energy systems, carbon capture and storage systems, and make energy efficiency improvements on generation and transmission systems.

**Kyoto Protocol and the Paris Agreement.** The Kyoto Protocol is an international treaty that extends the 1992 United Nations' Framework Convention on Climate Change (UNFCCC) that commits parties to reduce greenhouse emissions. During the first commitment period, 37 industrialized countries and economies in transition and the European Community committed to reduce GHG emissions to an average of five percent against 1990 levels. During the second commitment period (under the Doha Amendment), parties committed to reduce GHG emissions by at least 18 percent below 1990 levels in the eight-year period from 2013 to 2020; however, the composition of Parties in the second commitment period is different from the first. While not a part of the Kyoto Protocol but within the framework of the UNFCCC, the Paris Agreement was adopted in December 2015 with the aim of governing greenhouse gas emissions after 2020, where all major emitting countries committed to cut climate pollution and strengthen those commitments over time. The United States withdrew from the agreement in 2020, but rejoined in 2021.

#### 8.1.2 STATE PLANS, POLICIES, REGULATIONS, AND LAWS

The California Air Resources Board (CARB) is the agency responsible for the coordination and oversight of state and local air pollution control programs in California, and for implementing the California Clean Air Act (CCAA). Various statewide and local initiatives to reduce the state's contribution to GHG emissions have raised awareness that, even though the various contributors to and consequences of global climate change are not yet fully understood, global climate change is under way, and there is a real potential for severe adverse environmental, social, and economic effects in the long term. Because every nation emits GHGs and therefore makes an incremental cumulative contribution to global climate change, cooperation on a global scale will be required to reduce the rate of GHG emissions to a level that can help to slow or stop the human-caused increase in average global temperatures, and the associated changes in climatic conditions.

Listed below is a summary of major climate legislation and executive orders, focusing on legislation that reflects the more current climate goals of the state.

#### California's Mandatory Greenhouse Gas Reporting Rule

The California Regulation for the Mandatory Reporting of Greenhouse Gas Emissions (California Mandatory Reporting Rule) (17 CCR, Section 95100-95157), approved in 2007, as amended, is similar to the U.S. EPA Mandatory Reporting Rule in that it requires certain large emitters and suppliers to report their GHG data on an annual basis; however, the California emissions threshold is lower at only 10,000 metric tons of CO<sub>2</sub>e per year. The California Mandatory Reporting Rule excludes GHG emissions related to livestock manure management systems and agricultural irrigation pumps.

#### Assembly Bill 32, the California Climate Solutions Act of 2006

In September 2006, then-Governor Schwarzenegger signed AB 32, the California Climate Solutions Act of 2006. AB 32 established regulatory, reporting, and market mechanisms to achieve quantifiable reductions in GHG emissions and a cap on statewide GHG emissions. AB 32 required that statewide GHG emissions be reduced to 1990 levels by 2020. California exceeded the initial target of reducing greenhouse gas emissions to 1990 levels by 2020, and reached that goal by 2016. More recent legislation described below extended the GHG reduction goals of AB 32.

In 2011, the CARB adopted the cap-and-trade regulation. The Cap-and-Trade Program covers major sources of GHG emissions in the State such as refineries, power plants, industrial facilities, and transportation fuels. The Cap-and-Trade Program includes an enforceable emissions cap that will decline over time. The State will distribute allowances, which are tradable permits, equal to the emissions allowed under the cap.

The initial main strategies and roadmap for meeting the 1990 emission level reductions were outlined in a Scoping Plan approved in December 2008 and updated every five years (the Scoping Plan was updated in 2014, 2017, and 2022). The 2022 Scoping Plan for Achieving Carbon Neutrality lays out a path to achieve targets for carbon neutrality and reduce human-caused greenhouse gas emissions by 85 percent below 1990 levels no later than 2045, as directed by Assembly Bill 1279. The plan outlines how carbon neutrality can be achieved by taking bold steps to reduce GHGs to meet the human-caused emissions target and by expanding actions to capture and store carbon through the state's

Cap-and-trade is a market-based regulation that is designed to reduce greenhouse gases (GHG) from multiple sources. Cap-and-trade sets a firm limit or cap on GHGs and minimizes the compliance costs of achieving AB 32 goals. The cap will decline approximately 3 percent each year beginning in 2013. Trading creates incentives to reduce GHGs below allowable levels through investments in clean technologies. With a carbon market, a price on carbon is established for GHGs. Market forces spur technological innovation and investments in clean energy. Cap-and-trade is an environmentally effective and economically efficient response to climate change. (CARB 2017a)

natural and working lands and using a variety of mechanical approaches. (CARB 2022)

The Scoping Plan recognizes that some sectors (e.g. agriculture) are currently not suitable for inclusion in the Cap-and-Trade Program and, as a result, instead recommends separate complementary voluntary strategies for those sectors. The Compliance Offset Protocol for Livestock Projects is one of four protocols for voluntary activities that have been approved by the CARB under the Cap-and-Trade Program. This protocol provides the procedures necessary for

quantifying and reporting GHG emission reductions associated with the installation of a biogas control system, such as a digester, for manure management on dairy cattle and swine farms. These quantified emission reductions can be sold in the market as emission offset credits<sup>2</sup>. Senate Bill (SB 535) and SB 1550 established statutory requirements that a minimum of 25 percent of California Climate Investments is allocated to projects that provide benefits to disadvantaged communities, and of that 25 percent, a minimum of 10 percentage points is allocated to projects that are also located within disadvantaged communities.

#### Senate Bill 605 and Senate Bill 1383

Senate Bill 605 (Lara, Chapter 523, Statutes of 2014) requires CARB, in coordination with other State agencies and local air districts, to develop a strategy to further reduce short-lived climate pollutant emissions in California. Short-lived climate pollutants are powerful climate forcers that remain in the atmosphere for a much shorter period of time than major climate pollutants such as carbon dioxide. Their relative potency in terms of how they heat the atmosphere can be tens to thousands of times greater than CO<sub>2</sub>. Short-lived climate pollutants include methane, black carbon, and fluorinated gases. Reducing these emissions can have an immediate beneficial impact on climate change.

SB 1383 (Lara, Chapter 395, Statutes of 2016), establishes methane emissions targets, including a reduction in statewide methane emissions of 40 percent below 2013 levels by 2030 and an equivalent methane emissions reduction target for the dairy and livestock sector (2030 target). Pursuant to SB 605 and SB 1383, the CARB issued the **Short-Lived Climate Pollutant Reduction Strategy** (SLCP Strategy) in March 2017, which lays out a range of options to accelerate SLCP emission reductions in California, including regulations, incentives, and other market-supporting activities. State law mandates a 40 percent reduction in methane and HFC emissions by 2030 and a 50 percent reduction in human-caused emissions of black carbon by 2030 (CARB 2017).

As stated in the Strategy, California can cut methane emissions by 40 percent below current levels in 2030 by capturing or altogether avoiding methane from manure at dairies, meeting national industry targets for reducing methane emissions from enteric fermentation, effectively

Enteric fermentation is fermentation that takes place in the digestive systems of animals. In particular, ruminant animals (cattle, buffalo, sheep, goats, and camels) have a large "forestomach," or rumen, within which microbial fermentation breaks down food into soluble products that can be. Methane is produced in the rumen by bacteria as a byproduct of the fermentation process.

eliminating disposal of organics in landfills, and reducing fugitive methane emissions by 40-45 percent from all sources. California will aim to reduce methane emissions from dairy manure management by at least 20 percent in 2020, 50 percent in 2025, and 75 percent in 2030. To accomplish this, the State will encourage and support near-term actions by dairies to reduce emissions through market support and financial incentives. As set forth in the 2017 Scoping Plan, no state regulatory requirements are to go into effect prior to 2024 requiring dairy sector methane reductions to meet the state's GHG reduction goals (CARB 2017). The reduction of methane emissions from dairy operations will continue to be voluntary, though one of the 2022 Scoping Plan

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Since the original adoption of the Cap-and-Trade Program, it has been amended numerous times through a robust public process. The AB 398 Cap-and-Trade Program came into effect on January 1, 2021, which included lower offset limits. The offset usage limit was cut from 8 percent to 4 percent, and half of offsets must provide direct benefits to California.

strategies includes consideration of regulation development for methane mitigation strategies beyond complimentary incentives for dairy and livestock operations in order to meet 2030 GHG emission targets. However, CARB is only authorized to implement these regulations provided that they are determined technologically and economically feasible, cost-effective, and include provisions to minimize and mitigate potential leakage (CARB 2022).

In recognition of the need for public funding sources to subsidize voluntary dairy methane emissions reduction projects, funds from the Cap-and-Trade Program are allocated to the Greenhouse Gas Reduction Fund to be administered by CDFA to support such projects. CDFA receives funding from California Climate Investments to support projects that reduce methane emissions from dairy and livestock operations, such as dairy digesters and manure management systems, totaling \$389 million since 2014, which is distributed through the Dairy Digester Research and Development Program (DDRDP) and the Alternative Manure Management Program (AMMP). The Budget Act of 2022 appropriated \$48 million CDFA for the DDRDP and AMMP, with priority given to AMMP. Additional programs within the agricultural sector that aim to reduce emissions and sequester carbon include the Healthy Soils Program, and the State Water Efficiency and Enhancement Program. These programs support manure management practices that complement each other - DDRDP incentivizes the installation of anaerobic digesters on dairies to capture and use methane produced from manure for renewable energy, such as electricity or fuel, and AMMP incentivizes projects that could include installation of mechanical manure solids separation on dairies with flush systems, or conversion to dry manure management practices, such as scrape or vacuum systems, combined with composting or solar drying of manure. DDRDP and AMMP practices are not mutually exclusive, and in most cases are complementary. Together, the programs offer a range of strategies to reduce GHG emissions from manure management on California dairy and livestock operations. This is important due to the variation in size, location, and management styles of dairies and livestock operations across the state (CDFA 2024).

Current DDRDP projects are expected to reduce greenhouse gas emissions by an estimated 24.5 million metric tons of CO<sub>2</sub>e over ten years, or approximately 2.46 million metric tons of CO<sub>2</sub>e annually. The 170 AMMP projects awarded so far are expected to reduce greenhouse gas emissions by an estimated 1.4 million metric tons of CO<sub>2</sub>e over 5 years. Recent funding for Livestock Methane Reduction has prioritized AMMP projects to allow for a greater number of AMMP projects. Combined, the DDRDP and AMMP funded projects would contribute approximately 22 percent of the reductions necessary to achieve the 2030 goal. A combination of dairy digesters, alternative manure management, enteric strategies, and dairy herd size population decreases will be needed to meet the 2030 target (CDFA 2024; CARB 2022a)

SB 1383 also requires CARB to conduct an analysis on progress the sector has made in achieving the 2030 target. In response to that requirement, the *Analysis of Progress toward Achieving the 2030 Dairy and Livestock Sector Methane Emissions Target* describes progress toward the 2030 target as well as progress made in overcoming technical and market barriers to dairy and livestock methane emissions reduction projects. CARB estimated that if the remaining reductions needed to achieve the 2030 target are met through a mix of half dairy digesters and half AMMP projects, then at least 420 additional projects may be necessary. This approach would cost an amount between \$0.8 and \$3.7 billion, which could be supported by local, State, and federal funding, or other financial mechanisms, such as the pilot financial mechanism outlined in SB 1383. If, going forward, only digester projects were developed to achieve the target, approximately 230 additional digesters may be needed, at a

cost between \$0.7 and \$3.9 billion depending on the types of technologies selected<sup>3</sup>. Regardless of the project and technology mix used, the most important factors for achieving the 2030 target are ongoing capital funding for new methane emissions reduction projects, continued revenue streams that incentivize dairy biogas capture and beneficial use, and an available and accepted means of reducing enteric methane emissions. (CARB 2022a).

#### Senate Bill 32, the California Climate Solutions Act of 2006: Emissions Limit

As the sequel to AB 32, Senate Bill (SB) 32 (September 2016) requires the CARB to ensure that statewide greenhouse gas emissions are reduced to 40 percent below the 1990 level by 2030, a goal set forth in **Executive Order B-30-15**.

#### Assembly Bill 1279, The California Climate Crisis Act

AB 1279 (Muratsuchi, Chapter 337, Statutes of 2022) establishes the policy of the state to achieve carbon neutrality as soon as possible, but no later than 2045 (a goal set forth in **Executive Order B-55-18**); to maintain net negative GHG emissions thereafter; and to ensure that by 2045 statewide human-caused GHG emissions are reduced at least 85 percent below 1990 levels. The bill requires CARB to ensure that Scoping Plan updates identify and recommend measures to achieve carbon neutrality, and to identify and implement policies and strategies that enable CO<sub>2</sub> removal solutions and carbon capture, utilization, and storage technologies.

#### Executive Order N-79-20

Executive Order N-79-20 (2020) directs the state to require that, by 2035, all new cars and passenger trucks sold in California be zero-emission vehicles – a target which would achieve more than a 35 percent reduction in greenhouse gas emissions and an 80 percent improvement in oxides of nitrogen emissions from cars statewide. The executive order will not prevent Californians from owning gasoline-powered cars or selling them on the used car market.

Advanced Clean Trucks Regulation. The Advanced Clean Trucks regulation was approved on June 25, 2020 and has two main components, a manufacturers zero emissions vehicle sales requirement and a one-time reporting requirement for large entities and fleets. The purpose of this regulation is to accelerate the market for on-road zero-emission vehicles and to reduce emissions of oxides of nitrogen (NO<sub>x</sub>), fine particulate matter (PM), other criteria pollutants, toxic air contaminants, and greenhouse gases from medium-and heavy-duty on-road vehicles. Any manufacturer that certifies on-road vehicles over 8,500 lbs. gross vehicle weight rating for sale in California is subject to this rule. Essentially, manufacturers who certify these vehicles would be required to sell zero-emission trucks as an increasing percentage of their annual California sales from 2024 to 2035.

California Renewables Portfolio Standard (RPS). The California Renewables Portfolio Standard was established in 2002 under Senate Bill 1078. The California RPS program requires all utilities in the state to source half of their electricity sales from clean, renewable sources such as wind, solar, geothermal, and biopower, by 2030. In 2018, SB 100 (de León, 2018) was signed into

The *Analysis* did not consider any additional funding for manure methane reduction projects beyond Fiscal Year 2019-20. Subsequent state funding has been awarded to 22 additional digester projects and 53 additional alternative manure management projects, all of which are expected to be operational by the end of 2026. These projects, combined with expected methane emissions reductions resulting from continued animal population decline described in CARB's Analysis, are expected to achieve as much as 5.0 MMTCO2e in annual emissions reductions, or approximately 56 percent of the 9.0 MMTCO2e target by 2030 (CARB 2024).

law, which increases the RPS to 60 percent by 2030 and requires all the state's electricity to come from carbon-free resources by 2045. Dairy digesters producing electricity are an RPS eligible technology. In addition, dairy digesters can produce biogas and send it to a natural gas-fired energy generation facility, which can produce RPS eligible electricity.

**Title 24.** Title 24 of the California Code of Regulations, The Energy Efficiency Standards for Residential and Nonresidential Buildings, contains the energy efficiency standards related to residential and nonresidential buildings. These standards conserve electricity and natural gas and prevent the state from having to build more power plants. The *California Green Building Standards Code* (CALGreen Code) (California Code of Regulations, Title 24, Part 11) is a part of the California Building Standards Code that comprehensively regulates the planning, design, operation, and construction of newly constructed buildings throughout the state. Both mandatory and voluntary measures are included in the CALGreen Code. Mandatory measures for non-residential structures include standards for light pollution reduction, energy efficiency, and water conservation, among others.

#### 8.1.3 MERCED COUNTY

Merced County Greenhouse Gas Reduction Plans. Merced County does not yet have a Climate Action Plan (CAP) or energy plan. The County is in the process of preparing a Climate Action Plan. While completion of the CAP was previously anticipated some time in 2021, the process has been delayed with no projected completion date.

Merced County Animal Confinement Ordinance. No provisions of the Animal Confinement Ordinance (ACO) directly address methane emissions, but Section 18.64.050 U of the Merced County Code (MCC) (see Appendix C of the EIR) requires compliance with requirements of the San Joaquin Valley Air Pollution Control District (SJVAPCD) and the reduction of air emissions in general. Because the decomposition of manure is one source of methane emissions, measures to comply with reactive organic gas (ROG/VOC) limitations required by MCC Section 18.64.050 OO would also reduce methane emissions.

Merced County General Plan. There are several policies in the General Plan that also seek to reduce GHG emissions, including promoting carbon efficient agricultural practices, and encouraging methane digesters for agricultural operations, among others. The policies that are relevant to the proposed project include:

#### Policy NR-2.9: Energy Conservation

Encourage and maximize energy conservation and identification of alternative energy sources (e.g., wind or solar).

#### Policy AQ-1.3: Agricultural Operations Emission Reduction Strategies

Promote greenhouse gas emission reductions by encouraging agricultural operators to use carbon efficient farming methods (e.g., no-till farming, crop rotation, cover cropping); install renewable energy technologies; protect grasslands, open space, oak woodlands, riparian forest and farmlands from conversion to other uses; and develop energy-efficient structures.

## Policy AQ-2.2: Development Review Process

Use the development review process to achieve measurable reductions in criteria pollutants, toxic air contaminants, and greenhouse gas emissions.

These goals and policies were considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures below. A more detailed discussion of the relevance of these goals and policies to the proposed project is located in Table 11-1 of Chapter 11, *Land Use Compatibility*, of this EIR.

#### 8.2 ENVIRONMENTAL SETTING

#### 8.2.1 Greenhouse Gases and Climate Change

Global Warming is a public health and environmental concern around the world. As global concentrations of atmospheric greenhouse gases increase, global temperatures increase, weather extremes increase, and air pollutant concentrations increase. Global warming and climate change have been observed to contribute to poor air quality, rising sea levels, melting glaciers, stronger storms, more frequent, intense and longer droughts, more frequent hazardous heat waves, increases in the number of wildfires and their intensity, and other threats to human health and safety (IPCC 2013). The year 2023 was the warmest year since global records began in 1850. The 10 warmest years in the 174-year record have all occurred during the last decade (2014–2023). The global annual temperature increased at an average rate of 0.06°C (0.11°F) per decade since 1850 and more than three times that rate (0.20°C / 0.36°F) since 1982 (NOAA 2024). Hotter days facilitate the formation of ozone, increases in smog emissions, and increases in impacts to public health and wellbeing (e.g., heat-related illness, heart and respiratory conditions, increased food-, water-, and vectorborne disease, and mental health consequences) (EPA 2023). Because oceans tend to warm and cool more slowly than land areas, continents have warmed the most. Global warming, reaching a 1.5°C (2.7°F) increase in the near-near-term, would cause unavoidable increases in multiple climate hazards and present multiple risks to ecosystems and humans (IPCC 2022).

# THE GREENHOUSE EFFECT (NATURAL AND ANTHROPOGENIC4)

The Earth naturally absorbs and reflects incoming solar radiation and emits longer wavelength terrestrial (thermal) radiation back into space. On average, the absorbed solar radiation is balanced by the outgoing terrestrial radiation emitted to space. A portion of this terrestrial radiation, though, is itself absorbed by gases in the atmosphere. The energy from this absorbed terrestrial radiation warms the Earth's surface and atmosphere, creating what is known as the "natural greenhouse effect." Without the natural heat-trapping properties of these atmospheric gases, the average surface temperature of the Earth would be below the freezing point of water (IPCC 2007). Although the Earth's atmosphere consists mainly of oxygen and nitrogen, neither plays a significant role in this greenhouse effect because both are essentially transparent to terrestrial radiation.

The greenhouse effect is primarily a function of the concentration of water vapor, carbon dioxide, methane, nitrous oxide, ozone, and other trace gases in the atmosphere that absorb the terrestrial radiation leaving the surface of the Earth (IPCC 2022). Changes in the atmospheric concentrations of these greenhouse gases can alter the balance of energy transfers between the atmosphere, space, land, and the oceans. Increases in greenhouse gas concentrations in the atmosphere produces a warming effect, and will likely contribute to an increase in global average temperature and related climate changes (IPCC 2022).

<sup>&</sup>lt;sup>4</sup> Caused by humans or their activities.

#### SCIENTIFIC CONSENSUS REGARDING CLIMATE CHANGE

In 1988, the United Nations established the Intergovernmental Panel on Climate Change (IPCC) to evaluate the impacts of global warming and to develop strategies that nations could implement to curtail global climate change. In 1992, the United States joined with other countries around the world in signing the UNFCCC agreement; the goal of the agreement was to control greenhouse gas emissions, including methane.

The UNFCCC definition of climate change is "a change of climate which is attributed directly or indirectly to human activity that alters the composition of the global atmosphere and which is in addition to natural climate variability observed over comparable time periods." Given that definition, in its assessment of the science of climate change, the IPCC stated that:

Warming of the climate system is unequivocal, and since the 1950s, many of the observed changes are unprecedented over decades to millennia. The atmosphere and ocean have warmed, the amounts of snow and ice have diminished, sea level has risen, and the concentrations of greenhouse gases have increased (IPCC 2013).

IPCC concluded in its most recent scientific assessment report that it is "unequivocal that human influence has warmed the atmosphere, ocean and land" (IPCC 2022). The IPCC report states that numerous long-term changes in climate have been observed at continental, regional, and ocean basin scales, including changes in arctic temperatures and ice, widespread changes in precipitation amounts, ocean salinity, wind patterns, and aspects of extreme weather including droughts, heavy precipitation, heat waves, and the intensity of tropical cyclones. Continued greenhouse gas emissions at or above current rates would cause further warming and induce many changes in the global climate system (IPCC 2013; IPCC 2022).

## GREENHOUSE GASES, THEIR MAJOR SOURCES, AND ATMOSPHERIC CONCENTRATIONS

Naturally occurring greenhouse gases include water vapor, carbon dioxide ( $CO_2$ ), methane ( $CH_4$ ), nitrous oxide ( $N_2O$ ), and ozone ( $O_3$ ). Several classes of halogenated substances that contain fluorine, chlorine, or bromine are also greenhouse gases, but they are, for the most part, emitted solely by human activities. There are also several gases that, although they do not have a direct radiative forcing effect, do influence the formation and destruction of ozone, which does have such a terrestrial radiation absorbing effect. These gases, referred to here as ozone precursors, include carbon monoxide (CO), oxides of nitrogen ( $NO_X$ ), and non-methane volatile organic compounds (NMVOC). Aerosols (extremely small particles or liquid droplets emitted directly or produced as a result of atmospheric reactions) can also affect the absorptive characteristics of the atmosphere.

In 2022 in the United States, transportation and energy related activities accounted for the majority of human-generated greenhouse gas emissions, mostly in the form of carbon dioxide emissions from burning fossil fuels. The major sources of GHG emissions in the U.S. include electricity production (24.9 percent), transportation (28.4 percent), industrial processes (such as the production of cement, steel, and aluminum) (22.9 percent), commercial (7.3 percent), residential (6.2 percent), agriculture (10.0 percent), and the U.S. Territories (0.4 percent). Net emissions in 2022 were 17 percent below 2005 levels, mostly due to a shift to less CO<sub>2</sub> intensive natural gas and a rapid increase in the use of renewable energy in the electric power sector. Overall, net emissions increased by 1 percent since

2021 due to the continued rebound of economic activity after the height of the COVID-19 pandemic. (EPA 2024b<sup>5</sup>)

In the U.S, agriculture contributed approximately 10.0 percent of total greenhouse gas emissions in 2022, and emissions from livestock (including emissions from enteric fermentation and manure management) made up approximately 43.4 percent of that total (EPA 2024b). The largest contributor to GHG emissions from agricultural activities is agricultural soil management (approximately 49.0 percent of total GHG emissions from agriculture).

Specific to the U.S. dairy industry, it is estimated that dairy cattle contribute approximately 1.3 percent of total U.S. GHG emissions (Rotz, A. 2018). The major sources of GHG emissions on dairy farms include: an estimated 30-60 percent from enteric fermentation, 10-30 percent from manure management, 10-25 percent from the production of resources used on the farm, and smaller sources include emissions from cropland (1–10 percent), the combustion of fossil fuels and decomposition of lime (4-6 percent), and indirect emissions occurring beyond the farm from ammonia and nitrates leaving the farm (0.5-12 percent) (Rotz, C.A., Thoma, G. 2017).

A brief description of each greenhouse gas, its sources, and its role in the atmosphere is given below. This chapter focuses on the major greenhouse gases emitted by confined animals or agricultural activities, including carbon dioxide, methane, and nitrous oxide.

Carbon Dioxide (CO<sub>2</sub>). Carbon is stored in nature within the atmosphere, soil organic matter, oceans, marine sediments and sedimentary rocks, terrestrial plants, and fossil fuel deposits. Carbon is constantly changing form on the planet through a number of processes referred to as the carbon cycle, which includes but is not limited to degradation and burning, photosynthesis and respiration, decay, and dissolution<sup>6</sup>. When the carbon cycle transfers more carbon to the atmosphere this can lead to global warming. In the atmosphere, carbon predominantly exists in its oxidized form as CO<sub>2</sub>. Atmospheric carbon dioxide is part of this global carbon cycle, and therefore its fate is a complex function of geochemical and biological processes. Carbon dioxide concentrations in the atmosphere increased from approximately 280 parts per million (ppm) in pre-industrial<sup>7</sup> times to 416 ppm in 2021, a 48 percent increase. The predominant source of human-caused CO<sub>2</sub> emissions is the combustion of fossil fuels (IPCC 2022).

Management of agricultural soils can lead to carbon dioxide emissions. Carbon dioxide is emitted by farm equipment moving across the farm's fields during tilling, planting, the application of pesticides and fertilizers and harvest. Activities at animal confinement facilities in general are being developed on existing cultivated land, and would have little direct effect on CO<sub>2</sub> since the greenhouse gas emissions are already directly estimated on existing tilled land. Merced County, however, does not have a grading or other ordinance to guide existing tillage practices or the liming of soils to minimize effects of current practices. Indirectly, the expansion of a dairy operation would lead to more fuel consumption through electricity consumption, farming operations for food and manure disposal, and deliveries and general maintenance. The potential greenhouse gas effects of these activities will be estimated in terms of their equivalent CO<sub>2</sub> impacts.

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As of July 2024, the 1990 to 2022 greenhouse gas emissions inventory is the most recent approved source of data available for the United States.

<sup>&</sup>lt;sup>6</sup> Dissolution is the process whereby carbon dioxide from the atmosphere dissolves in water.

The pre-industrial period is defined as the time preceding the year 1750 (IPCC 2007).

Methane (CH<sub>4</sub>). Methane, an odorless gas, is produced through the anaerobic decomposition of organic matter; it is emitted from a variety of both human-related (anthropogenic) and natural sources. Agricultural processes such as wetland rice cultivation, enteric fermentation in animals, and the decomposition of animal wastes emit methane, as does the decomposition of municipal solid wastes. Methane is also emitted during the production and distribution of natural gas and petroleum, and is released as a by-product of coal mining and incomplete fossil fuel combustion. Natural sources of methane include wetlands, termites, oceans, sediments, volcanoes, and wildfires (EPA 2024).

While Methane has a Global Warming Potential (100-Year Time Horizon)<sup>8</sup> of 28 and is a potent climate pollutant, it has a short lifespan of approximately 12 years before it is broken down via oxidation and removed from the atmosphere, while carbon dioxide has a longer-lasting effect (EPA 2024; Saunois et al. 2020).

In 2022, methane accounted for about 11.1 percent of all U.S. greenhouse gas emissions from human activities (EPA 2024). Methane emissions in the United States decreased by 17.7 percent between 1990 and 2022. During this time period, emissions increased from sources associated with agricultural activities, while emissions decreased from other sources including landfills and coal mining and from natural gas and petroleum systems. It is estimated that 50-65 percent of global methane emissions are related to human-related activities (EPA 2024).

From 1990 to 2022, emissions from enteric fermentation have increased by 5.2 percent. While emissions generally follow trends in cattle populations, over the long term there are exceptions as population decreases have been coupled with production increases or minor decreases. The data indicates that while emission factors per head are increasing, emission factors per unit of product are decreasing, mostly related to the increased digestibility of feed. Emissions from dairy cattle in 2022 accounted for approximately 25 percent of U.S. methane emissions from enteric fermentation (EPA 2024b). The relative proportion of methane sources may not be strictly applicable to Merced County, but the data provide some perspective. Sources of methane emissions associated with animal confinement facilities are further discussed below.

Animals. Methane is a natural by-product of animal digestion. During digestion, methane is produced through a process referred to as enteric fermentation, in which microbes that reside in animal digestive systems break down feed consumed by the animal. This methane is exhaled or belched by the animal, and accounts for the majority of emissions from ruminants. Ruminants, which include cattle, buffalo, sheep, goats, and camels, have higher methane emissions than other types of animals because of their unique digestive system. Ruminants possess a rumen, or large "fore-stomach," in which a significant amount of methane-producing fermentation occurs. Non-ruminant domestic animals, such as pigs and horses, have much lower methane emissions than ruminants because much less methane-producing fermentation takes place in their digestive systems. Approximately 200 species and strains of microorganisms are present in the digestive system of ruminant animals, although only a small portion, about 10 to 20 species, are believed to play an

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<sup>&</sup>lt;sup>8</sup> Gases in the atmosphere can contribute to the greenhouse effect both directly and indirectly. The IPCC developed the Global Warming Potential (GWP) concept to compare the ability of each greenhouse gas to trap heat in the atmosphere relative to another gas. Carbon dioxide is used as a reference gas for GWP, with a value of 1.

important role in ruminant digestion. The microbial fermentation that occurs in the rumen enables ruminant animals to digest coarse plant material that monogastric animals cannot digest.

The amount of methane produced by domesticated animals depends primarily on the type of animal (i.e., ruminant or non-ruminant), the age and weight of the animal, and the quantity and quality of the feed consumed. The quality of the feed depends on the physical and chemical characteristics of the feed, and whether feed additives have been added to promote production efficiency. Other factors that influence methane emissions are the feeding schedule, and the activity level and health of the animal.

*Manure Decomposition.* Manure decomposition is a process in which microorganisms derive energy and material for cellular growth by metabolizing organic material in manure. When decomposition occurs without oxygen (i.e., anaerobic decomposition), methane is an end product of the process (EPA 2024).

In general, livestock manure is highly conducive to methane generation due to its high organic content and large bacterial populations. In addition, the specific methane-producing capacity of livestock manure depends on the specific composition of the manure, which in turn depends on the composition and digestibility of the animal diet. The greater the energy content and digestibility of the feed, the greater the methane-producing capacity of the resulting manure. For example, feedlot cattle eating a high-energy grain diet produce highly biodegradable manure with a high methane-producing capacity. Range cattle eating a low energy forage diet produce a less biodegradable manure with only half the methane-producing capacity of feedlot cattle manure (EPA 2024b). While a higher quality feed results in lower methane emissions from enteric fermentation and higher methane emissions from manure decomposition, enteric fermentation is a larger source of greenhouse gas emissions, and increasing the quality of feed generally results in a net reduction in greenhouse gas emissions on a dairy (EPA 2024b).

The principal factor affecting the methane actually produced from manure decomposition is manure management and climate. Methane production will only occur under anaerobic conditions, such as anaerobic lagoons. Manure that is managed in liquid form under warm conditions for an extended period of time promotes increased methane formation. Manure managed as dry material (aerobic conditions) in a cold climate does not readily produce methane.

From 1990-2022, methane emissions from manure management have increased by 65 percent in the United States. Swine and dairy cow manure account for the majority of this increase with an increasing trend of using liquid systems for manure management, which tends to produce greater methane emissions. The increase in liquid systems is the combined result of a shift to larger facilities, all of which tend to use liquid systems. Also, new regulations limiting the application of manure nutrients have shifted manure management practices at smaller dairies from daily spread to manure managed and stored on site (EPA 2024b).

Nitrous Oxide (N<sub>2</sub>O). Anthropogenic sources of N<sub>2</sub>O emissions include agricultural soils, especially the use of synthetic and manure fertilizers; fossil fuel combustion, especially from mobile sources; adipic (nylon) and nitric acid production; wastewater treatment and waste combustion; and

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Monogastric animals have a mouth, esophagus, stomach, small intestines, large intestines, pancreas, and liver. Examples of monogastric animals include swine, dogs, monkeys, and humans.

biomass burning. The atmospheric concentration of  $N_2O$  in 2022 was about 0.336 ppm, which represents an increase of 24.3 percent since 1750 (EPA 2024b). The majority of this increase has occurred after the pre-industrial period and is most likely due to human activities. Nitrous oxide is removed from the atmosphere primarily by the photolytic action of sunlight in the stratosphere.  $N_2O$  has an atmospheric lifetime of more than 100 years, and over a 100-year period, each molecule of  $N_2O$  has a direct global warming potential of 265-298 times that of a single molecule of  $CO_2$  (EPA 2024b).

Sources of N<sub>2</sub>O emissions associated with animal confinement facilities are discussed below.

Manure Decomposition. Manure decomposition is a process in which microorganisms derive energy and material for cellular growth by metabolizing organic material in manure. When decomposition occurs without oxygen (i.e., anaerobic decomposition), methane is an end product of the process (EPA 2024b). N<sub>2</sub>O is also produced during the manure decomposition process. Production of N<sub>2</sub>O during the storage and treatment of animal wastes occurs by combined nitrification - denitrification of nitrogen contained in ammonia (NH<sub>3</sub>) that is present in the wastes. The quantity of N<sub>2</sub>O produced during manure decomposition depends on the manure and urine composition, the type of bacteria involved in the decomposition process, and the amount of oxygen and liquid present in the manure management system. The amount of N<sub>2</sub>O ultimately released depends on the management system and the duration of waste management. Indirect N<sub>2</sub>O emissions are produced when N is lost from the system through volatilization (as NH<sub>3</sub> or NO<sub>x</sub>) or through runoff and leaching (EPA 2024b).

Agricultural Soil Management. The management of agricultural soils produces the majority of N<sub>2</sub>O emissions in the United States. A number of agricultural activities add nitrogen to soils, thereby increasing the amount of nitrogen available for nitrification and denitrification, and ultimately the amount of N<sub>2</sub>O emitted. These activities may add nitrogen to soils either directly or indirectly. Direct additions occur through various cropping practices (i.e., application of synthetic and organic fertilizers, daily spread of animal wastes, production of nitrogen-fixing crops, and incorporation of crop residues), and through animal grazing (i.e., direct deposition of animal wastes on pastures, range, and paddocks by grazing animals). Indirect additions occur through two mechanisms: (1) volatilization of applied nitrogen (i.e., fertilizer and animal waste) and subsequent indirect emissions of that nitrogen as NH<sub>3</sub> and NO<sub>x</sub>; and (2) surface runoff and leaching of applied nitrogen into surface water and groundwater (EPA 2024b).

A number of conditions can affect nitrification rates in soils, including water content, which regulates oxygen supply; temperature, which controls rates of microbial activity; nitrate or ammonium concentrations, which regulate reaction rates; available organic carbon, which is required for microbial activity; and soil pH, which is a controller of both nitrification and denitrification rates and the ratio of  $N_2O$  /  $N_2$  from denitrification. These conditions vary greatly by soil type, climate, cropping system, and soil management regime. (EPA 2024b)

Activities at animal confinement facilities would have little effect on N<sub>2</sub>O emissions from agricultural fields since all new and expanding facilities are assumed to be developed on existing cultivated land, animal wastes used as fertilizer would replace all or a portion of existing synthetic

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Denitrification is the process by which nitrates or nitrites are reduced by bacteria, which results in the release of nitrogen into the air. Nitrification is the process by which bacteria and other microorganisms oxidize ammonium salts to nitrites, and further oxidize nitrites to nitrates.

fertilizers used, and no feature of general best practices in the San Joaquin Valley would require the application of greater amounts of fertilizer than those currently used.

**Black Carbon.** Black carbon is a component of fine particulate matter, which has been identified as a leading environmental risk factor for premature death. It is produced from the incomplete combustion of fossil fuels and biomass burning, particularly from older diesel engines and forest fires. Black carbon warms the atmosphere by absorbing solar radiation, influences cloud formation, and darkens the surface of snow and ice, which accelerates heat absorption and melting. Diesel particulate matter emissions are a major source of black carbon, primarily from developing countries.

#### Carbon Sequestration

Carbon storage (sequestration) occurs in forests and soils primarily through the natural process of photosynthesis. Atmospheric carbon dioxide is taken up through leaves and becomes carbon in the woody biomass of trees and other vegetation. Approximately half of vegetation mass (biomass) is carbon. When vegetation dies and decays, some of this carbon makes its way into soils; however, carbon (in the form of carbon dioxide) can return to the atmosphere when agricultural tillage practices stir up soils or when biomass decays and/or burns. Forests and agricultural soils can both sequester and release carbon dioxide, and the net effect is dependent upon site-specific circumstances.

The term "sinks" is used to refer to forests, croplands, and grazing lands, and their ability to sequester carbon. Agriculture and forestry activities can release CO<sub>2</sub> to the atmosphere. Therefore, a carbon sink occurs when carbon sequestration is greater than carbon releases over some time period. Carbon sequestration rates vary by tree species, soil type, regional climate, topography, and management practice.

Carbon can be sequestered in forests/woodlands over decades or even centuries, until mature ecosystems reach a stage of carbon saturation; however, as natural decay or other events such as fire or harvesting occur, carbon is released back to the atmosphere as carbon dioxide. Carbon from forests can be stored in wood products like furniture and housing lumber for up to several decades. However, ultimately much of the carbon in wood products eventually decays and can be released back to the atmosphere as carbon dioxide (EPA 2024b). And if carbon sequestration practices in agriculture, such as reduced tillage, are abandoned or interrupted, most or all of the accumulated carbon can be quickly released. When the carbon cycle transfers more carbon to the atmosphere this can lead to global warming. In the United States, forest sequestration of carbon offsets approximately 14.5 percent of GHG emissions in 2022 (EPA 2024b).

#### CALIFORNIA GREENHOUSE GAS EMISSIONS

California carbon dioxide equivalent (CO<sub>2</sub>e) emissions were approximately 381.3 million metric tons in 2021<sup>11</sup>, 12.6 million metric tons CO<sub>2</sub>e higher than 2020 levels, but 23.1 million metric tons CO<sub>2</sub>e lower than 2019 levels<sup>12</sup>. Since the peak level in 2004, California's GHG emissions have generally

As of July 2024, the 2000-2021 greenhouse gas emissions inventory is the most recent one available for California.

The 2019 to 2020 decrease and 2020 to 2021 increase in emissions are likely due in large part to the impacts of the COVID-19 pandemic.

followed a decreasing trend. In 2014, statewide GHG emissions dropped below the 2020 GHG Limit and have remained below the limit since that time.

Of 2021 GHG emissions in California, approximately 38.2 percent was from transportation, 19.4 percent from industry, 16.4 percent from electric power generation, 10.2 percent residential and commercial uses, 5.6 percent High GWP (refrigerants), and 2.2 percent recycling and waste<sup>13</sup>. Agriculture, including fuel use by agricultural support activities, comprises 8.1 percent of the state's GHG emissions. Approximately 70 percent of agricultural sector GHGs are emitted from livestock. Crop production accounted for 22 percent of agriculture emissions in 2020. (CARB 2023)

Livestock emissions peaked in 2012 at 23.9 MMTCO<sub>2</sub>e and have decreased by 2.2 MMTCO<sub>2</sub>e (9.4 percent) to 21.7 MMTCO<sub>2</sub>e as of 2021. Livestock emissions are almost entirely CH<sub>4</sub> generated from enteric fermentation and manure management, and most of the livestock emissions are from dairy operations. Between 2000 and 2012, the dairy population and associated GHG emissions showed a generally increasing trend. After 2012, methane emissions from dairy operations in California began to decline in proportion to population decreases. Beginning in 2015, California dairy operations increasingly began implementing anaerobic digesters as part of their manure management strategy in response to increased State incentives. As of 2021, over 60 anaerobic digesters were operational and managed at least 8.9 percent of the statewide dairy population's manure. (CARB 2023)

Agricultural activities are the dominant source of GHG emissions within Merced County (69 percent of total 2010 emissions in unincorporated Merced County, and 42 percent of total 2010 countywide emissions, including the incorporated cities). Transportation activities are the second leading source of GHG emissions (23 percent in unincorporated Merced County and 39 percent in total Merced County during 2010) (Merced County 2013).

#### AGRICULTURE AND ADAPTATION

With climate change and the increased potential for more frequent and severe droughts, less water stored in the Sierra snowpack, increased pests and invasive species, heat waves, and other impacts, California agriculture is vulnerable to increasing risks. Agencies, industry leaders, and farmers are exploring adaptation strategies to address the changing climate. In addition, there are opportunities in agriculture for reducing greenhouse gas emissions, including research efforts on N<sub>2</sub>O emissions, coordinated regulatory response to siting of dairy digesters, and the development of offset protocols. As discussed in the regulatory setting of this chapter, mitigation and adaptation plans are being developed to protect agriculture and the food supply. For the purposes of this project-level dairy EIR, project impacts will focus on GHG emissions from existing and proposed farm and dairy operations.

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<sup>&</sup>lt;sup>13</sup> 2021 GHG Emissions by Scoping Plan Category.

#### 8.2.2 ELECTRICITY AND ENERGY USE IN CALIFORNIA DAIRIES

There are several major electric energy use categories generally found on California dairies, not including feed production. These categories include:

- Milk Harvesting
- Lighting
- Waste Handling
- Compressed Air Systems

- Milk Cooling
- Air circulation and Ventilation
- Water Systems

Milk cooling and harvesting consume the most energy of all use categories (Southern California Edison 2004; Shine, et. al. 2020).

The Energy Utilization Index (EUI) refers to the amount of energy used to accomplish a particular activity or process. EUIs can help to determine overall dairy farm energy efficiency and identify process or equipment changes that would result in a reduction of energy consumption. A typical dairy's EUI can vary greatly depending on the size of the farm, housing and milk harvest methods, use of energy-conserving technology, and the use of electric technologies for lighting, ventilation/air circulation, waste, and material handling. EUIs have been found to range from as low as 300-400 kWh per cow-year to over 1,500 kWh per cow-year. Studies of electricity use on dairies in the San Joaquin Valley show average electrical energy use is about 504 kWh per cow-year (Merced County 2013). Lower EUI values are typically found on large freestall, milking parlor dairies that use: (1) high-efficiency milk cooling systems, (2) variable speed drive vacuum and milk pumps, (3) heat recovery, as this affects milk cooling, (4) high-efficiency lighting, (5) limited application of air circulation equipment, (6) less complicated waste handling systems, (7) efficient water heating (for electric water heating), (8) efficient farmstead layouts, and (9) effective cost control methods. Farms with high EUIs generally indicate: (1) smaller production units, (2) lower production efficiencies, and (3) older, less efficient equipment (Southern California Edison 2004; Shine, et. al. 2020). Incorporation of more energy-efficient systems can be used to effectively manage energy costs and increase profitability.

#### 8.3 ENVIRONMENTAL EFFECTS

#### 8.3.1 SIGNIFICANCE CRITERIA

As set forth in Appendix G to the State CEQA Guidelines, Section VIII, Greenhouse Gas Emissions, and Section VI, Energy, this analysis considers impacts to be significant if implementation of a proposed action would:

- Generate greenhouse gas emissions, either directly or indirectly, that may have a significant impact on the environment. (VIII.a)
- Conflict with an applicable plan, policy or regulation adopted for the purpose of reducing the emissions of greenhouse gases. (VIII.b)
- Result in potentially significant environmental impact due to wasteful, inefficient, or unnecessary consumption of energy resources, during project construction or operation. (VI.a)

• Conflict with or obstruct a state or local plan for renewable energy or energy efficiency. (VI.b)

#### SIGNIFICANCE THRESHOLDS

In determining the significance of a project's impacts, the lead agency may consider a project's consistency with the State's long-term climate goals or strategies, or with regulations or requirements adopted to implement a statewide, regional, or local plan for the reduction of greenhouse gas emissions, provided that substantial evidence supports the agency's analysis of how those goals or strategies address the project's incremental contribution to climate change and its conclusion that the project's incremental contribution is consistent with those plans, goals, or strategies (CEQA Guidelines Section 15064.4 (b)(3).) The legislative or regulatory programs establish standards that are independent of the impact analysis described in the CEQA Guidelines (see provisions beginning with Section 15126). The 2022 Scoping Plan Update is the State program for GHG emission reductions. While the 2022 Scoping Plan identifies various actions and concepts that would lead to an increase in climate-smart agricultural management actions, at this stage it does not include regulatory requirements that would reduce greenhouse gas emissions. At this time, there is no regional or Merced County greenhouse gas reduction plan or climate action plan. Therefore, there is no local, regional, or statewide plans regulating global warming by which the proposed project can be measured.

The SJVAPCD guidance does not limit the lead agency from establishing its own methodology in determining the significance of project-related greenhouse gas emissions and global climate change impacts. Further, the State CEQA Guidelines specify that thresholds adopted by other agencies may be considered by lead agencies when determining project significance.

For the construction phase of the project, this analysis uses the commonly adopted numeric threshold for land use projects of 1,100 metric tons CO<sub>2</sub>e per year of GHG emissions. For operational emissions, this EIR uses a combination of significance thresholds:

- The increment of increase of the project's operational GHG emissions would be greater than 10,000 mt/yr of CO<sub>2</sub>e.
- However, if the dairy implements a voluntary Scoping Plan methane mitigation strategy
  for dairy and livestock operations, such as dairy digesters and alternative manure
  management systems, then the project's contribution to GHG emissions would be
  considered less than significant.

The numeric threshold would only be applicable to dairies, and would not apply to industrial, commercial, residential, or other development types for projects permitted by Merced County (see Appendix F-4 of this EIR for a detailed discussion of GHG emissions thresholds for the project).

State CEQA Guidelines Section 15126.2(b) requires that if analysis of a project's energy use shows that that the project may result in significant environmental effects due to wasteful, inefficient, or unnecessary consumption use of energy, or wasteful use of energy resources, then mitigation measures must be included to reduce that impact. CEQA Guidelines Appendix F describes the types of information and analyses related to energy conservation to be included in an EIR. Energy conservation is described in terms of decreased per capita energy consumption, decreased reliance on natural gas and oil, and increased reliance on renewable energy sources. To assure that energy implications are considered in project decisions, EIRs must include a discussion of the potentially

significant energy impacts of proposed projects, with particular emphasis on avoiding or reducing inefficient, wasteful, and unnecessary consumption of energy.

#### 8.3.2 ENVIRONMENTAL IMPACTS

All project-related construction and operational activities as described in Chapter 3, *Project Description*, would generate some level of greenhouse gas emissions and/or energy use, and thus are being assessed as part of this EIR. Naturally occurring greenhouse gases include water vapor, carbon dioxide, methane, nitrous oxide, and ozone. There are also several gases that, although they do not have a direct radiative forcing effect, do influence the formation and destruction of ozone, which does have such a terrestrial radiation absorbing effect. These gases, referred to as ozone precursors, include reactive organic gases (ROG/VOC) and oxides of nitrogen. These latter two gases are evaluated in Impact AQ-3, found in Chapter 5, *Air Quality and Odors*, of this EIR.

# Impact GHG-1: Greenhouse gas emissions from project construction and operation (Criterion VIII.a)

Construction and operation of the Antonio Azevedo Dairy #2 Expansion project would result in greenhouse gas emissions from direct and indirect sources. Because the proposed project would exceed established significance thresholds for GHG emissions, this would be a significant impact.

#### **Construction-Related GHG Emissions**

Construction activities associated with the Antonio Azevedo Dairy #2 Expansion project would result in short-term CO<sub>2</sub> emissions, a greenhouse gas. Construction GHG emissions would occur prior to expansion of the herd. The only construction activities associated with the dairy expansion project would include the construction of a new 68,000 square foot concrete manure storage area and the installation of a new mechanical separator. No new buildings are proposed for this project. Construction activities are anticipated to not exceed two weeks. Therefore, GHG emissions associated with construction activities are considered de-minimis, and would not result in emissions that would exceed the identified threshold of significance of 1,100 metric tons/year of CO<sub>2</sub>e. Because of the low-level of construction emissions associated with the project, greenhouse gas emissions from construction activities would not be expected to be significant. A less-than-significant impact would result, and no mitigation would be required.

#### **GHG** Emissions from Project Operations

Greenhouse gases associated with operations of confined animal and agricultural activities include methane, nitrous oxide, ozone, and carbon dioxide. Several sources of these greenhouse gases are associated with animal confinement facilities: animal metabolic activity and animal housing; manure decomposition in waste deposits, treatment and storage areas, and field applied manure; on-field cultivation; fuel consumption; electricity use; and feed cultivation and transport.

On the dairy farm, the most significant source of greenhouse gas emissions is the dairy cow. Enteric fermentation is estimated to result in 35-80 percent (mean 50 percent) of dairy GHG emissions due to methane. Growing feed, both on dairies and crop farms, is milk's second most GHG-intensive process (Wightman 2008; Rotz and Thoma 2017). The primary sources of these emissions include the production of commercial fertilizer, fuel use in machinery, and on-field production of nitrous oxide due to nitrification and denitrification of nitrogen (both chemical and organic) (Innovation Center 2008). Approximately 9-53 percent (mean 30 percent) of GHG emissions are from nitrous oxide emissions (manure management and nitrous fertilizers), and 16 percent of GHG emissions are

from carbon dioxide coming from tractors, trucks, and electricity production (IDF 2009; Rotz and Thoma 2017).

For a calculation of emissions from the dairy farm, this analysis considers emissions from on-site operations, including animal and manure management, vehicle sources, emissions from cropping activities, and secondary emissions from energy use on the farm. GHG emissions were estimated using available emission factors and basic calculator models. This analysis does not include N<sub>2</sub>O emissions from application of exported manure at offsite locations. Studies have found that "estimating the nutrient content of manure is difficult because manure is not biologically or chemically stable. It is a living, dynamic material and continuously undergoes transformations depending on the character of the material and the conditions under which it is collected, stored, managed and applied" (Kaffka, Marvinney and Smith 2022). Practices designed to reduce emissions of one form of N may result in emissions of another form, resulting in a high level of uncertainty and inaccuracy in estimating emission levels. Because the County can't control where the manure is sold and how it is applied to cropland, and due to the complexity of soil N<sub>2</sub>O dynamics, it would be considered speculative to assess emissions at off-site fields. Based on research completed for the Merced County ACO EIR, for new and expanding dairy operations in the County, animal wastes used as fertilizer would replace all or a portion of existing synthetic fertilizers used on existing cropland, and no feature of general best practices in the San Joaquin Valley would require the application of greater amounts of fertilizer than those currently used. Therefore, it is assumed that N<sub>2</sub>O emissions from offsite agricultural fields would not change dramatically. For on-site fields, the Azevedo Dairy #2 existing and proposed crop types and acreage were used to estimate the change in GHG emissions from the project site cropland with implementation of the expansion.

Based on the SJVAPCD dairy calculator (updated with CARB emission factors from the Year 2021 GHG Inventory), GHG emissions from the herd would increase from 15,071 to 32,993 metric tons of CO<sub>2</sub> equivalents per year (see Appendix F-3). Additional GHG emissions resulting from increased on-site operations including mobile source emissions from truck trips is estimated at 120 metric tons CO<sub>2</sub>e (see CalEEMod data in Appendix F). While there would be no direct emissions of GHG from energy use, increased electricity use for operations would result in secondary GHG emissions. Since annual energy use was not available from the project applicant, this analysis uses the average energy use for San Joaquin Valley dairies of 504 kWh per cow-year (Merced County 2013). Based on this estimated energy use and emission factors provided by the EPA, secondary GHG emissions from electricity use would result in an increase of approximately 132 metric tons CO<sub>2</sub>e per year over existing operations (see Appendix F-3 for GHG emission calculations from electricity use). GHG emissions from agricultural activities on project site cropland is estimated to result in a decrease of 0.74 metric tons CO<sub>2</sub>e annually, since there would be a decrease in cropland acres with the proposed dairy expansion. See Table 8-1 for a summary of increased GHG emissions as a result of the dairy expansion project.

Table 8-1 Greenhouse Gas Emissions from the Antonio Azevedo Dairy #2 Expansion – Increased Emissions from Animals and Manure Management, Vehicle Trips, Electricity Use, and Cropland				
Increased Herd GHG Emissions (metric tons CO <sub>2</sub> e/yr)	Increased On-Site Operations GHG Emissions (metric tons CO <sub>2</sub> e/yr)	Increased Electricity Use GHG Emissions (metric tons CO <sub>2</sub> e/yr)	Increased Farming GHG Emissions (metric tons CO <sub>2</sub> e/yr)	Total Increment of Increased GHG Emissions (metric tons CO <sub>2</sub> e/yr)
17,922	120	132	-0.74	18,174

Notes: See Appendix F-3 of this EIR for calculations.

- (1) GHG emissions from the expanded herd were estimated using the SJVAPCD dairy emissions calculator updated with CARB emission factors from the Year 2021 GHG Inventory.
- (2) GHG emissions from increased vehicle trips were estimated using CalEEMod Version 2022.1.1.26.
- (3) Electricity use was based on estimated average energy use on a dairy and extrapolated for the expanded herd, and converted to GHG emissions using eGRID emission rates for California (https://www.epa.gov/egrid).
- (4) GHG emissions from agricultural activities was estimated using Michigan State University's US Cropland Greenhouse Gas Calculator.

Source: Planning Partners 2024.

Based on the estimates included in Table 8-1, the dairy expansion would result in an overall increase of 18,174 metric tons CO<sub>2</sub>e per year from existing operations, which is greater than the 10,000 mt/yr CO<sub>2</sub>e significance threshold. Since the proposed dairy herd expansion increment of increase would exceed 10,000 mt/y CO<sub>2</sub>e, this would be a significant impact.

The proposed expansion would house a total of 3,500 mature dairy cows, which is greater than the minimum average annual animal population of 3,200 mature dairy cows (not including calves and heifers) identified by the EPA greenhouse gas mandatory reporting regulation<sup>14</sup>. While the EPA is currently not implementing subpart JJ, Manure Management of the Mandatory GHG Reporting Rule, and dairies that appear to fall under this rule do not currently need to report, it is recommended that these dairy operators maintain records on their manure management systems in accordance with the Rule should they be requested for data in the future.

#### Applicability and Feasibility of GHG Emission Reduction Measures

At this time, there is no adopted methodology specifically for mitigating GHG emissions for a dairy operation either locally or through the SJVAPCD. As described in the regulatory setting above, the 2022 Scoping Plan reference SB 1383 and the resulting Short-Lived Climate Pollutant Reduction Strategy as "a mix of voluntary, incentive-based, and potential regulatory actions to achieve significant emissions reductions from these sources. A variety of techniques can attain the best results for each specific farming operation; effectively implementing a broad mix of strategies will reduce the GHG emissions from the agricultural sector significantly<sup>15</sup>". The Legislature has determined that GHG emissions reductions from dairies statewide will remain voluntary for the time being, though one of the 2022 Scoping Plan strategies includes consideration of regulation development for methane mitigation strategies beyond complimentary incentives for dairy and

The Final Mandatory Reporting of Greenhouse Gas Rule applies to livestock facilities with manure management systems, but does not require reporting of emissions of methane via enteric fermentation or land application of manure, which are included in proposed project calculations. However, the project cropland acts as a carbon sink and results in a reduction in net emissions.

<sup>&</sup>lt;sup>15</sup> 2022 Scoping Plan p. 85.

livestock operations in order to meet 2030 GHG emission targets. As set forth by CARB the *Analysis of Progress toward Achieving the 2030 Dairy and Livestock Sector Methane Emissions Target* (March 2022), while the dairy and livestock sector has made significant progress, it must still achieve considerable methane emissions reductions to meet the 2030 target of 40 percent below 2013 levels. The report identifies two primary methods for reducing manure methane emissions, including installation of anaerobic digesters and alternative manure management practices. Recent funding for Livestock Methane Reduction has prioritized AMMP projects to allow for a greater number of AMMP projects. In 2022, CARB estimated that if the remaining reductions needed to achieve the 2030 target are met through a mix of half dairy digesters and half AMMP projects, then at least 420 additional projects may be necessary (CARB 2022a).

Studies have shown that the use of best management practices, rather than the size or location of the dairy farm, makes the biggest difference in reducing GHG emissions (Paustian et. al. 2006). No provisions of the ACO or SJVAPCD regulations directly address methane or CO<sub>2</sub> emissions, but MCC Section 18.64.050 U applies to air emissions in general (see Appendix C). Because the decomposition of manure is one source of methane emissions, measures to comply with ROG limitations required by MCC Section 18.64.050 U and a SJVAPCD Permit to Operate would also reduce methane emissions. Examples of management practice type mitigation measures are feed manipulation, frequent scraping of animal housing, and covering of silage piles (as outlined in Appendix D of the EIR).

Many water quality and soil health Best Management Practices (BMP) commonly used on a dairy farm are also good GHG emission reduction practices. The Antonio Azevedo Dairy #2 operations include the following GHG emission mitigation strategies to reduce GHG emissions from enteric methane, manure management, and energy sources as identified by the CARB and other resource papers:

#### Enteric Methane

- ✓ Diet management
- ✓ Herd management
- ✓ Cow comfort and well-being

#### Manure Management

Anaerobic digestion

Composting

- Solid separation and storage Nutrient and water recovery
- ✓ Renewable fertilizers

## Energy

- / LED lighting
- Milk pre-cooling technology
- ✓ Variable speed pumps Renewable energy from solar

The digestibility of feed has a strong effect on the GHG emissions per pound of milk product; a 10 percent increase in feed digestibility in an intensively managed<sup>16</sup> system can reduce GHG emissions by approximately 10 percent (FAO 2010). In practice, however, the quality of the feed is interrelated with milk production and growth, so looking at the combined effect of changes in feed quality, milk production, and growth is more realistic. If an increase in milk production by 10 percent is assumed, parallel to the increased digestibility, the GHG emissions are reduced by 15.4 percent. In the situation where the growth rate is also increased, the GHG emissions are further reduced (FAO 2010). Today, many producers, including the Azevedo Dairy #2, already reduce enteric methane emissions by maximizing feed efficiency and increasing production per cow. Herd health and breeding practices also increase production, which reduce GHG emissions. Feed additives are an additional methodology for enteric emission reductions that are promising but have made limited progress in overcoming both technical or market barriers; no feed additives with demonstrated long-

<sup>&</sup>lt;sup>16</sup> Intensive dairy systems typically involve large numbers of animals raised on limited lands.

term methane mitigation potential have been approved by the U.S. Food and Drug Administration and are commercially available, though there may be in the near future (CARB 2022a). In the Budget Act of 2022 (AB 179), \$10 million was allocated to CDFA to fund the dairy and livestock sectors for demonstration projects to supplement feed with additives or ingredients, such as seaweed, that have scientifically demonstrated efficacy in reducing methane emissions and research dietary modifications that are intended to reduce methane emissions from livestock.

Energy efficiency upgrades can help reduce indirect GHG emissions from the dairy. The Azevedo Dairy #2 uses LED lighting, milk pre-cooling technology, and variable speed pumps. For an evaluation of electricity use and energy efficiency on the proposed Antonio Azevedo Dairy #2 Expansion project, please refer to Impact GHG-2.

Composting and solid separation and storage practices result in a relatively significant methane reduction from manure (EPA 2024c). It is estimated that AMMP solid separation systems have the methane potential reduction of approximately 17 to 45 percent, depending on separation type and manure composition (Mitloehner 2021). The proposed project includes the installation of a mechanical separator and manure storage area. Based on the SJVAPCD calculator estimate of proposed total methane emissions of 28,612 metric tons CO<sub>2</sub>e per year (see Appendix F-3), and a minimum 17 percent reduction, there could be an estimated annual GHG Emissions Reduction of 4,864 metric tons CO<sub>2</sub>e per year<sup>17</sup>. The installation of mechanical manure separators to reduce methane emissions is included as a voluntary strategy for the agricultural sector in the CARB Scoping Plan. The use of the manure separators under proposed conditions would be consistent with the voluntary Scoping Plan methane mitigation strategy for dairy and livestock operations, as identified in the significance threshold discussion above.

The use of dairy manure digesters is often discussed as a method of reducing methane emissions from manure because it has been recognized as the most effective means of reducing animal-related emissions, which represent the most significant source of dairy-related GHG emissions. Literature suggests that anaerobic digesters reduce GHG emissions between 23 and 53 percent depending on the condition of the digester, technical assistance, and operator ability (Montes et. al. 2013). Due to the high cost of operations, incentives are needed for California's dairy sector to adopt these methane reduction strategies (CARB 2022a). CDFA has awarded a total of \$195 million for 117 dairy digester projects from 2015 through 2021. CDFA estimates that 21.02 million metric tons of CO<sub>2</sub>e would be reduced over the span of ten years with the implementation of these digester projects, resulting in a reduction of 21 percent of the methane emissions from manure management in California, and 6.6 percent of total GHG emissions from all of California agriculture (CDFA 2023).

The Azevedo Dairy #2 has no current plans to install an anaerobic digester on-site, though the applicant is in preliminary discussions to participate in an established biogas pipeline and dairy digester cluster network with the nearest existing pipeline located approximately 0.6 miles north of the Azevedo Dairy #2. Chapter 13, *Alternatives Analysis*, of the DEIR, includes an evaluation of the environmental effects of the proposed project with the addition of an anaerobic digester as part of a dairy digester cluster, which would include similar impacts to the Azevedo Dairy #2 joining the existing Merced County digester cluster. Once constructed, the Azevedo Dairy #2 participation in

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<sup>17</sup> The estimated emission reduction is a rudimentary percentage estimate and is not based on detailed calculator tool estimates.

the dairy digester cluster would be consistent with the voluntary Scoping Plan methane mitigation strategy for dairy and livestock operations. However, because details of connecting to the cluster have not yet been determined, and connection is contingent on an alternate dairy digester outside of the control of the project applicant, it would be considered infeasible to require participation in the cluster at this time.

Not all GHG reduction measures that have been determined promising or possible but not yet feasible by CARB are included in this discussion since there are a numerous measures and Scoping Plan strategies already being implemented. For an evaluation of an Organic Dairy Farm Management Alternative (including increased pasture for grazing), Solid-Scrape Manure Management Alternative, and Compost-Bedded Pack Barn Alternative, see EIR Chapter 13, *Alternatives Analysis*. Should additional Best Management Practices for the reduction of GHGs from dairy operations be adopted, the Antonio Azevedo Dairy #2 Expansion would likely be required to meet those standards, as adopted by the State, SJVAPCD, or County.

CEQA Guidelines Section 15130(c) states that with some projects, the only feasible mitigation for cumulative impacts may involve the adoption of ordinances or regulations rather than the imposition of conditions on a project-by-project basis. Global climate change is considered a cumulative impact, since the causes and effects are not just regional or statewide, but also worldwide. While this analysis uses a numeric threshold to assist in determining significance pursuant to CEQA, given the uncertainties in quantifying the impact of any single project on global warming and climate change, and also the uncertainties in quantifying GHG reduction from project design and BMPs, any further feasible emissions reductions would be accomplished through CARB regulations adopted pursuant to AB 32.

In determining the significance of a project's impacts, the lead agency may consider a project's consistency with the State's long-term climate goals or strategies. While the 2022 Scoping Plan identifies various actions and concepts that would lead to an increase in climate-smart agricultural management actions, at this stage it does not include regulatory requirements that would reduce greenhouse gas emissions. Since there is no adopted regulatory program by which the proposed project can be measured, Merced County has chosen to review the project's environmental impacts using more than one threshold of significance. In the case of the Azevedo Dairy #2, the analysis uses both a numeric threshold to establish significance, and also recognizes that if the dairy implements a voluntary Scoping Plan methane mitigation strategy, then the project's contribution to GHG emissions would be considered to be less than significant.

While the proposed project would exceed the established significance threshold of 10,000 mt/y CO<sub>2</sub>e GHG emissions, the installation and use of the proposed manure separator at the dairy would reduce GHG emissions consistent with Scoping Plan mitigation strategies identified as necessary to achieve the 2030 GHG emissions reduction target for the Dairy and Livestock sector. GHG emissions from the Azevedo Dairy #2 would be further reduced with Best Management Practices, energy efficiency measures, and the use of manure management strategies. The potential connection of the Azevedo Dairy #2 to the existing dairy digester cluster in the vicinity would further reduce GHG emissions consistent with Scoping Plan methane mitigation strategies. Because the project includes the installation and use of manure separators, under proposed conditions the project would be consistent with the voluntary Scoping Plan methane mitigation strategy for dairy and livestock operations, and this would be considered a less-than-significant impact.

**Significance of Impact:** Less than significant.

#### Mitigation Measure GHG-1:

None required.

#### Impact GHG-2: Wasteful or inefficient consumption of energy (Criterion VI.a)

Construction and operation of the Antonio Azevedo Dairy #2 Expansion project would result in the use of electricity, natural gas, and other fossil fuels. Because the operations at the Antonio Azevedo Dairy #2 Expansion would be considered energy efficient, and energy efficiency measures would be incorporated into project operations, this would be a less-than-significant impact.

Existing and proposed dairy and agricultural operations at the Antonio Azevedo Dairy #2 require the use of electricity, natural gas, and other fossil fuels associated with agricultural production. Development of the proposed dairy expansion project would entail energy consumption that includes both direct and indirect expenditures of energy. Indirect energy would be consumed by the use of construction materials for the project (e.g., energy resource exploration, power generation, and mining and refining of raw materials into construction materials used, including placement). Direct energy impacts would result from the total fuel consumed in vehicle propulsion (e.g., construction vehicles, and increased use of heavy equipment and other vehicles using the facility). No unusual materials, or those in short supply, are required in the construction of the project.

Dairy operators continue to seek ways to become more efficient, since electricity costs can determine whether a dairy farm can remain competitive. Electric companies may provide rebates on a range of energy efficient equipment, including irrigation, mechanical controls, ventilation, and lighting. There are several options for dairy farms to improve energy efficiency, depending on the farm operations and overall needs. In the milking process, energy efficiency can be improved for refrigeration and vacuum pumps. Plate coolers, which capture heat from milk and transfer it to cold water, can reduce cooling time by as much as 15 to 30 minutes. The warmed water can be used to preheat water for other uses, such as wash down of cattle and milking parlors. Also, a refrigeration heat exchanger transfers the excess heat from the milk cooler to preheat water for use in the barn. A variable frequency pump/drive adjusts energy use to meet the milking need and can result in energy savings of 50-80 percent. Variable frequency drives can be used for varying loads such as milk pumps, vacuum pumps, and ventilation fans (UMass Extension 2011).

Lighting on the dairy farm is another opportunity for energy and cost savings. Increased lighting can increase milk production and maintain reproductive performance: dairy cows given 16 hours of light continuously each day will increase milk production from 5 to 16 percent, and increase feed intake by about 6 percent compared to cows receiving 13.5 hours or less of light. Changing electric lighting from incandescent lights to fluorescent, high pressure sodium lamps, or Light Emitting Diodes (LED) can provide all the lighting that the animals need, at a reduced cost of operation, and with a large increase in energy conservation. Switching from incandescent to more energy efficient lights can save energy needed for lighting by 75 percent. (USDA 2006)

To reduce electricity use and increase efficiency, conducting energy audits on a dairy and acting on those recommendations have generated significant cost savings and reduced GHG emissions from energy use. The energy efficiency savings identified in a farm energy audit vary greatly, and are not correlated with farm size. However, it is estimated that, as a rough average, farms across the U.S.

may be able to achieve 10 percent to 15 percent energy savings through a farm energy audit (Innovation Center 2008).

While the Azevedo Dairy #2 has not completed an energy audit for the facility, several energy efficiency upgrades have been incorporated into existing operations at the dairy facilities. The milking system operates with two vacuum pumps with variable speed drive motors, and there is a plate cooler system for milk cooling. There is no heat recovery system used at the dairy, which captures the heat energy from milk and makes hot water for use at the dairy, though all cooling equipment has been replaced with new equipment within the last five years. During the day, only natural lighting is necessary. Night lighting at the facility includes fluorescent and LED lighting, and any old remaining lighting is being replaced with LED fixtures. These features of the Antonio Azevedo Dairy #2 operations and proposed improvements would be considered relatively energy efficient (EnSave 2012).

Based on the estimated average energy use on a San Joaquin Valley dairy of 504 kWh per cow-year, energy use at the dairy, including farming operations, was estimated to be 1,378,440 kWh annually, and 2,016,000 under proposed conditions. The average electricity use on dairies in Merced County is is rather efficient compared to the high range of 1,500 kWh per cow-year found on other California dairies. Also, while the proposed dairy expansion would result in an increase in energy use, there could be a small increase in energy efficiency since larger farms generally use machines more efficiently, providing some reduction in the machinery required per unit produced (USDA 2016).

Agricultural operations at the dairy farm provide additional opportunity for energy efficiency, though modifications would not be required since the dairy expansion operations would not result in a decrease in energy efficiency. The irrigation/tailwater pumps are approximately 10 years old. Regular testing of the irrigation pumps for pumping efficiency is a good way to help determine if it is time for a pump upgrade. Based on the model years of the existing tractor fleet, all loaders and tractors have Tier 3 or Tier 4 engines. Newer tractors and trucks with Tier 3 or Tier 4 engines drastically reduce smoke and smog (particulate matter (PM) and Nitrogen Oxides (NO<sub>X</sub>)). Even with older equipment, regular maintenance and other practices will help tractors perform more efficiently and reduce fuel use. These practices include: replacing air and fuel filters regularly; checking tire pressures frequently, and replacing worn tires; using proper ballast for each operation; not idling diesel engines over 10 minutes; cleaning dirty fuel injectors; keeping ground-engaging tools sharp; using the right tractor for the job (match the horsepower to the load); combining trips whenever possible, and by modifying equipment if necessary (Cornell 2012; EnSave 2012).

Because the operations at the Antonio Azevedo Dairy #2 Expansion would be considered energy efficient, and energy efficiency measures have been incorporated into project operations, the dairy operations at the Antonio Azevedo Dairy #2 Expansion would be considered energy efficient. This would be a less-than-significant impact.

**Significance of Impact:** Less than significant.

Mitigation Measure GHG-2: None required.

# Impact GHG-3: Conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions, or conflict with or obstruct a state or local plan for renewable energy or energy efficiency (Criteria VIII.b and VI.b)

Implementation of the Antonio Azevedo Dairy #2 Expansion project would not be considered inconsistent with the California Air Resources Board's Climate Change Scoping Plan since standards and required actions for the reduction of greenhouse gas emissions and energy efficiency in the agricultural sector have not currently been adopted. Therefore, the proposed dairy would not conflict with any applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions or promoting renewable energy or energy efficiency, and this would be a less-than-significant impact.

The CARB's Climate Change Scoping Plan represents the primary plan to reduce GHG emissions sector-by-sector and promote alternative energy use throughout California. The 2017 Scoping Plan for Achieving California's 2030 Greenhouse Gas Target identifies how the State can reach the upcoming 2030 climate target to reduce GHG emissions by 40 percent from 1990 levels, as directed by SB 32. The 2022 Scoping Plan for Achieving Carbon Neutrality is the most recent update to the Plan. The 2022 Scoping Plan is designed to reduce anthropogenic greenhouse gas emissions by 85 percent below 1990 levels no later than 2045, as directed by AB 1279. There is no requirement that each project's emissions be reduced by the same percentage as the statewide percentage in order for the state to achieve these targets; rather, the state identifies strategies for each sector as a whole. Due to limited research, and the wide variety of farm sizes, animals, and crops produced, there are few emission reduction or carbon sequestration strategies that can be generally applied to the agricultural sector.

#### Consistency with the 2017 Scoping Plan

As stated in the 2017 Scoping Plan, the per capita targets identified in the Plan are statewide targets and are appropriate for the plan level (city, county, subregional, or regional level, as appropriate), but not for specific individual projects, such as the Azevedo Dairy #2 Expansion project, because the statewide targets include all emissions sectors in the state. The state achieved its 2020 GHG emissions reductions target of returning to 1990 levels four years earlier than mandated by AB 32. The state is currently implementing strategies in the 2017 Scoping Plan Update to further reduce its GHG emissions by 40 percent below 1990 levels by 2030. The major programs or policies specific to the dairy industry identified in the 2017 Scoping Plan include SB 1383 and the resultant Short-Lived Climate Pollutant Reduction Strategy (2017 SLCP Strategy). The 2017 SLCP Strategy includes "a mix of voluntary, incentive-based, and potential regulatory actions to achieve significant emissions reductions from these sources<sup>19</sup>".

As described in Impact GHG-1 above, the Azevedo Dairy #2 already implements a number of GHG emission mitigation strategies to reduce emissions, including Best Management Practices that control enteric methane (diet management/feed manipulation, herd management and breeding, cow comfort and well-being); manure management measures (nutrient and water recovery, renewable fertilizers); and energy efficiency measures (LED lighting, milk pre-cooling technology, variable speed pumps). As discussed in Impact GHG-1, the proposed project includes the installation of a mechanical separator and manure storage area. The use of the manure separator at the dairy would

<sup>&</sup>lt;sup>18</sup> 2017 Scoping Plan p. 99.

<sup>&</sup>lt;sup>19</sup> 2022 Scoping Plan p. 85.

reduce GHG emissions consistent with the voluntary Scoping Plan methane mitigation strategies for the Dairy and Livestock operations sector. Therefore, the proposed project's GHG emissions do not conflict with the 2017 Scoping Plan's provisions to meet the statewide targets.

#### Consistency with the 2022 Scoping Plan

The 2022 Scoping Plan includes discussion for the first time of the Natural and Working Lands sectors as both sources of emissions and carbon sinks. The key recommended actions in the 2022 Scoping Plan for croplands include increasing climate smart agricultural practices and increasing organic agriculture. While the 2022 Scoping Plan identifies various actions and concepts that would lead to an increase in climate-smart agricultural management actions, at this stage it does not include regulatory requirements; the authority to reduce GHG emissions via measures relating to natural and working lands largely lies with state, regional, and local agencies, along with the Legislature and its budgeting choices. (CARB 2022)

Reasonably foreseeable compliance responses associated with the agriculture sector recommendations consist of nitrogen management, manure management, soil management practices, water and fuel technologies, and land use planning to enhance, protect, and conserve lands in California. Senate Bill 1383: Short-lived Climate Pollutants (2016) includes regulations to reduce methane emissions from livestock manure and dairy manure management operations by up to 40 percent below the dairy sector's and livestock sector's 2013 levels by 2030, including establishing energy infrastructure development and procurement policies needed to encourage dairy biomethane projects (CARB 2017, 2022). Additional emissions reductions from dairy and livestock methane beyond this level will likely be necessary to ensure that the overall state methane emissions reduction targets are met (CARB 2022).

To accomplish methane reduction goals, the State is encouraging near-term actions by dairies to reduce emissions through market support and financial incentives. The 2022 Scoping Plan identifies strategies to meet reduction targets for the dairy and livestock sector, with the primary methods for reducing manure methane emissions including installation of anaerobic digesters and alternative manure management practices (see Impact GHG-1 for additional discussion). Mandatory implementation of digesters as a mitigation measure is considered economically infeasible without financial incentives to offset the significant costs, and would be inconsistent with the 2022 Scoping Plan's designation of digesters as a voluntary approach. In 2022, CARB estimated that if the remaining reductions needed to achieve the 2030 target are met through a mix of half dairy digesters and half AMMP projects, and assuming the animal population will continue to decrease at a rate of 0.5 percent annual decline, then at least 420 additional projects may be necessary (CARB 2022a). As discussed in Impact GHG-1, the proposed project includes the installation of a mechanical separator and manure storage area. The use of the manure separators at the dairy would reduce GHG emissions consistent with Scoping Plan methane mitigation strategies to meet the statewide targets.

The 2022 Scoping Plan assumes animal population will continue to decrease based on existing trends. The Scoping Plan does not recommend or require the decrease of animal population as a strategy for GHG emissions reduction. Instead, it assesses the remaining reductions to meet state climate goals can be met by a mix of digester and alternative manure management projects. The goal of the Scoping Plan is to support economic growth in a sustainable manner; therefore, these strategies are voluntary, incentive based and should not be mandated or required, as previously stated. As a competitive farm business, dairy operations are continually implementing operations to increase production efficiency. The Azevedo Dairy #2 existing and proposed operations include

measures to increase animal productivity, including adjusting feed rations to maximize animal productivity and feed efficiency, herd management to improve longevity, and managing cow comfort and well-being. While the proposed project would result in an increase in dairy herd size, the state is seeing an overall decrease in cow numbers, generally coupled with consolidation of facilities (fewer dairies overall) and production increases (EPA 2024b). Due to economies of scale, larger dairy farms are more likely to generate positive net returns, and continue to have strong incentives to expand, and expansion will place downward pressures on milk prices, while small commercial dairy operations are likely to remain at financial risk (USDA 2020). As discussed in Impact GHG-1, the Azevedo Dairy #2 already implements a number of GHG emission mitigation strategies to reduce GHG emissions (see discussion above), and the proposed manure separator would be consistent with the voluntary 2022 Scoping Plan methane mitigation strategy for Dairy and Livestock operations to meet the statewide targets.

As previously stated, the statewide climate goals are not meant to be local targets to be applied on a project-by-project basis. The Scoping Plan recognizes net-zero targets cannot be applied to all projects. Section 3.2.2 (Net-Zero Thresholds of Significance) Appendix D ("Local Actions") of the 2022 Scoping Plan states: "although achieving net-zero GHG emissions may be an appropriate overall objective, it should be noted that this approach may not be feasible or appropriate for every project." Therefore, it can be reasonably assumed that consistency with these documents would establish consistency with the state's long-term GHG Goals.

#### Other GHG Reduction Plans

Both the 2017 and 2022 Scoping Plans are policy documents which outline strategies for meeting statewide GHG Goals set forth by SB 32, EO B-55-18, and other climate legislation and directives cited above and in the regulatory setting of this chapter. Specific to the Dairy and Livestock Sector, these plans contain strategies that would result in increased energy efficiency or support renewable energy on dairy farms, or strategies to incentivize anaerobic digesters and alternative manure management practices. For example, pursuant to SB 605 and SB 1383, the CARB issued the 2017 SLCP Strategy, which requires the establishment of energy infrastructure development and procurement policies needed to encourage dairy biomethane projects to reduce methane emissions from livestock and dairy manure management operations by up to 40 percent below the sector's 2013 levels by 2030. To accomplish this, the State will encourage and support near-term actions by dairies to reduce emissions through market support and financial incentives. The plans and directives do not include regulatory requirements immediately applicable to the agricultural sector, though several voluntary GHG emission reduction measures are identified. However, as a result of these plans, agencies may establish regulatory requirements in the future that could apply to the proposed dairy project.

As the sequel to AB 32, Senate Bill (SB) 32 (September 2016) requires CARB to ensure that statewide greenhouse gas emissions are reduced to 40 percent below the 1990 level by 2030, a goal set forth in Executive Order B-30-15. As described above, the state is currently implementing strategies in the 2017 Scoping Plan Update to reduce its GHG emissions by 40 percent below 1990 levels by 2030.

As directed by Executive Order B-55-18, Assembly Bill 1279 establishes the policy of the state to achieve carbon neutrality as soon as possible, but no later than 2045; to maintain net negative GHG emissions thereafter; and to ensure that by 2045 statewide anthropogenic GHG emissions are reduced at least 85 percent below 1990 levels. The bill requires CARB to ensure that Scoping Plan

updates identify and recommend measures to achieve carbon neutrality, and to identify and implement policies and strategies that enable CO<sub>2</sub> removal solutions and carbon capture, utilization, and storage technologies. Therefore, implementation of this policy would occur via the Scoping Plan updates, which has been discussed above. All these goals and regulation have been discussed in the regulatory setting of Chapter 8 of the DEIR. While the EIR does not include explicit discussion of project consistency with each and every California plan and policy related to GHG emissions reductions, the Scoping Plan is the primary framework for how these goals and policies will be achieved.

#### Conclusion

Currently, there are no state, regional, or local policies or requirements in place that are specifically applicable to the project that would result in the reduction of greenhouse gas emissions or the promotion of renewable energy or energy efficiency. Because standards for the reduction of greenhouse gas emissions or increases in energy efficiency in the agricultural sector are not currently in place; and GHG emissions from the Azevedo Dairy #2 would be reduced with Best Management Practices, energy efficiency measures, and the use of alternative manure management strategies; the proposed project would not conflict with any plans or regulations adopted for the purpose of reducing the emissions of greenhouse gases or promoting renewable energy or energy efficiency. This would be a less-than-significant impact, and no mitigation would be required.

Significance of Impact: Less than significant.

Mitigation Measure GHG-3: None required.

Greenhouse Gas Emissions and Energy Use

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## 9 Nuisance Conditions from Insects

This chapter provides an evaluation of the generation and dispersal of nuisance insects at the proposed Antonio Azevedo Dairy #2 Expansion project. As established in the Initial Study for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), operation of the Antonio Azevedo Dairy #2 Expansion project may result in the potential for nuisance conditions related to insects. Additional potential health hazard assessment criteria have been previously evaluated in the Initial Study/Notice of Preparation (IS/NOP) and will not be evaluated further in this chapter (these less-than-significant impacts are briefly summarized in Section 9.3.1 below).

The following evaluation implements, and is consistent with, mitigation measures and study protocols adopted by Merced County in its certification of the 2030 Merced County General Plan EIR in addition to the EIR for Revisions to the Animal Confinement Ordinance (ACO) and its approval of the ACO (Merced County Code (MCC) Chapter 18.64).

#### 9.1 REGULATORY FRAMEWORK

# 9.1.1 Merced County Mosquito Abatement District

The Merced County Mosquito Abatement District is responsible for implementing and enforcing mosquito control measures countywide. Mosquito Abatement Districts are established in accordance with the provisions of California Health and Safety Code Section 2000 et seq. The mission of the Mosquito Abatement District is to provide area-wide mosquito control, prevent mosquito-borne disease, and reduce economic loss and discomfort from mosquitoes.

The Merced County Mosquito Abatement District provides the following guidelines for the construction and management of dairy wastewater systems to prevent significant mosquito production (Bakken, *pers. comm.* 2021):

- Wastewater holding ponds should not exceed 100 feet in width;
- All dairy wastewater holding and solids separator ponds should be surrounded by an
  access road at least 14 feet in width. The road must be accessible at all times to provide
  for the use of vehicle-mounted mosquito control equipment;
- All fencing around wastewater and solids ponds should be placed on the outside of the 14-foot lanes with gates to provide easy access.
- All four interior banks of holding and separation ponds should be graded 1:1 or steeper for the first ten feet, soil type permitting, but no greater than 2:1.
- Two or more separator ponds should be used. These ponds should not be more than 60 feet in width.
- No drainage lines should by-pass the separator ponds, except those that provide for normal corral run-off. All such drain inlets must be sufficiently grated to prevent the accumulation of solids in the holding ponds.
- Floatage of any solid substance that could provide harborage for immature mosquito stages should be kept out of all wastewater holding ponds. Mechanical agitators may be very helpful in this regard.

- Prevent vegetative growth from all areas of the wastewater and solids separation ponds.
   This includes access lanes, interior pond embankments, and any weed growth that might become established on pond surfaces.
- Dairy wastewater discharged for irrigation purposes shall be managed so that it does not stand for more than three days. Discharges that stand for more than three days could cause severe mosquito emergence.

#### 9.1.2 MERCED COUNTY

The Merced County Division of Environmental Health (DEH) is responsible for implementing and enforcing fly abatement measures countywide. The County's primary fly abatement tool for animal confinement facilities is the ACO.

#### MERCED COUNTY ANIMAL CONFINEMENT ORDINANCE

The ACO includes regulation of potential health hazards, including numerous requirements for vector control management. These provisions include design and management guidelines for the construction of retention ponds and settling basins to prevent excessive fly or mosquito breeding, and to reduce the potential impact of insects to adjacent residents. In addition, the EIR prepared for the ACO contains mitigation measures to address potential impacts from nuisance flies to be implemented during environmental review of animal confinement facility projects such as the Antonio Azevedo Dairy #2 Expansion project. Mitigation measures adopted in the EIR for the ACO include:

- Measures to be applied on a site-specific basis by the DEH, including Best Management Practices and sanitation practices;
- Measures to control fly populations if nuisance conditions are reported to the DEH, including biological and chemical pest control; and,
- Measures to ensure the remedy of nuisance conditions within a specified period of time.

These mitigation measures as contained in the EIR for the ACO are incorporated as study protocols for this EIR, and serve as the basis for mitigation measures identified in this document.

#### 9.2 ENVIRONMENTAL SETTING

#### 9.2.1 Project Setting

The existing Antonio Azevedo Dairy #2 operation located on ≈33 acres of an existing farm totaling 119 acres in unincorporated Merced County (for additional project area information, see Chapter 3, *Project Description*). There are four residences located at the Azevedo Dairy #2 facility, each occupied by an employee and their families. There are offsite single-family residences associated with neighboring agricultural operations surrounding the project site to the north and west. There is one off-site residence located within the windshed of the dairy (defined as an area of 1,320 feet upwind to 2,640 downwind of the periphery of the animal facility) (see Figure 3-5 in Chapter 3, *Project Description*). The El Nido Rural Center boundary is located approximately 2.25 miles south of existing active dairy facilities.

#### **NUISANCE FLIES**

Nuisance flies are commonly associated with confined animal agriculture facilities such as dairies because they breed in the manure, animal feed, and other organic materials found on these facilities. Nuisance flies are known to cause significant economic losses in the form of reduced milk yields, increased hide damage, and higher production costs due to the nuisance and discomfort they cause to both animals and facility employees. Furthermore, nuisance flies have been shown to carry a large number of disease-causing pathogens such as *Salmonella* bacteria and *Trachoma* virus (bovine pink eye), and may be responsible for infecting animals or people with these pathogens (Gerry 2008).

Some nuisance flies are blood feeders and can inflict a painful bite while feeding on animals or humans. Blood feeding (or biting) flies include the stable fly and horn fly. Other flies do not bite (non-biting flies), but instead feed on body secretions or liquefied organic matter. Non-biting flies include the housefly, face fly, and garbage fly. Common nuisance flies and their characteristics are listed in Table 9-1.

Table 9-1 Common Nuisance Flies			
Species	Primary Breeding Location(s)	Larval Habitat	Primary Season
Housefly (Musca domestica)	Animal confinement facility, residential	Garbage, fresh manure, dry manure, silage	Warm seasons
Face Fly (Musca autumnalis)	Animal confinement facility	Fresh, undisturbed manure	Spring/fall; tend to invade homes in fall
Little Housefly (Fannia canicularis)	Poultry operations	Fresh poultry manure	Spring/fall
Stablefly (Stomxys calcitrans)	Stables	Wet manure with vegetation (e.g., horse manure)	Mid to late spring
Garbage Flies (Phaenicia, Calliphora, Phormia, and Ophyra spp.)	Residential	Garbage	Warm seasons

Source: Merced County, Revised DEIR for the Animal Confinement Ordinance, 2002.

Different species of nuisance flies are most predominant during different seasons of the year. The length of time required to complete the development from egg to adult is temperature-dependent, and may be as short as seven days during the summer months. Nuisance flies have a life cycle comprised of the following stages: egg, three larval, pupal, and adult. Eggs are laid on wet substrates, especially dung pats and manure or wet/rotting feed, hay, and bedding straw, where the larvae can feed on food particles found on the substrate. A single female can lay hundreds of eggs during her life.

It is important to note that fly larvae are not capable of developing in truly aqueous habitats – they need wet but not overly wet substrates. The third and final (largest) larval stage is called the "wandering stage." During the wandering stage, fly larvae will leave the wet developmental substrate to find a dry area where they can pupate (develop into the pupal stage). The pupal case will vary in color from light brown to red to black depending upon the age of the pupa, and superficially will look like a rodent dropping except that it is segmented and well-rounded on both ends. Within the confines of the pupal case, the developing fly will undergo further changes to become a winged adult fly that will eventually emerge from the pupal case and disperse from the site.

Adult flies are generally active during daylight hours and inactive at night. During the day, flies may be noted resting on vertical surfaces such as walls and support structures. Flies will preferentially rest

on white (or light colored) surfaces that are in direct sunlight on cold days or in shade on hot days. Most nuisance flies are known to disperse from their development sites into surrounding areas. However, the distance and direction of dispersal are not well understood and are likely determined by many environmental and geographical conditions. Non-biting nuisance fly species are likely to disperse further from the dairy site than those fly species that require animal blood meals. The habitat surrounding a dairy site will likely also play a role in the distance of nuisance fly dispersal. Nuisance flies will likely disperse further in open habitats typical of rangeland and low agricultural crops than they will in urban or forested areas that contain substantially more vertical structure on which flies may rest (Gerry 2008).

At an animal confinement facility, proper design and manure management can significantly decrease fly populations. Because all nuisance flies require wet manure or organic matter (feed, straw, etc.) for development, the number of flies that successfully develop into adults can be reduced by ensuring that these substrates remain dry, or dry very quickly. Fly control at animal confinement facilities includes both housekeeping and pest control measures. Housekeeping measures include manure management, and management of feed and commodity areas. Such management often includes cleanup of spilled feeds and manure at corral edges. Biological controls can include predators of eggs and instars, parasites, and competitors. Operators should avoid the application of pesticides directly to manure because beneficial insects are probably more susceptible than flies, and their loss could result in a fly population explosion. Chemical control can be part of an Integrated Pest Management Program, but should be supplemental to sanitation practices and be used only to control fly outbreaks (Gerry 2008). Several strategies for dairy facility management to decrease breeding success of nuisance flies are contained in Appendix E, *Management of Nuisance Flies: Dairy Design and Operational Considerations*.

## **MOSQUITOES**

Mosquitoes may be associated with animal confinement facilities, especially those that flush manure into wastewater storage lagoons. In addition to transmitting various severe diseases, mosquitoes cause great annoyance and economic loss. Nuisance mosquitoes affect human comfort and efficiency, cause weight loss and death of domestic animals, and reduce milk production (Lawler, S. P. and Lanzaro, G.C 2005).

Mosquitoes are best known for the biting habit of females, which must have a blood meal for egg production. The beak of the male mosquito is dull and unable to penetrate the skin of humans or animals. Their main diet consists of fruit and plant juices.

The three dominant genera of mosquitoes in California are *Aedes, Anopheles*, and *Culex*. The *Aedes* and *Ochlerotatus* mosquitoes are also called the "floodwater mosquitoes," since they usually occur in areas that are subject to intermittent flooding. These areas include irrigated pastures and orchards, riverbanks, dry lakes, and containers with fluctuating water levels. The most common genus in the project area is *Culex*. Their larvae occur in almost any water source but prefer foul water, including septic tanks, dairy ponds, industrial wastes, catch basins, street gutters, artificial containers, stagnant pools, and even flower pots (CDPH 2024).

Mosquitoes are insects that have a complete metamorphosis and therefore go through four basic stages to develop to an adult. These stages are: egg; larval; pupal; and adult. The larvae and pupae are the aquatic forms of the mosquitoes. They do not need a lot of water to develop, but cannot breed in areas that are merely damp.

The type of egg varies according to the mosquito genera. *Aedes* is a so-called floodwater mosquito that occur in areas that have a dry and wet period, such as irrigated pastures. They lay their eggs on damp ground that will be flooded later. Therefore, those eggs have to withstand the dry period. The other three genera lay their eggs on the surface of stagnant water, where they hatch within 1-2 days. *Culex* mosquitoes lay them in clumps of about 100-200 eggs, the so-called egg rafts, which float on the water. *Anopheles* on the other hand, lay single eggs, which have individual floating devices on the sides of each egg.

The larvae develop in four stages, which are called "instars." They are active free-swimming forms, which feed on tiny pieces of organic matter. All species except *Anopheles* have breathing tubes to breathe air at the water surface. *Anopheles* mosquitoes have to lay parallel to the water surface to breathe. They usually complete this cycle within 2-5 days, but some species (like *Culiseta* spec.) can overwinter in this stage.

The pupae are also known as "tumblers." Some people mistake them for tadpoles, since they have a big round head and a tail. As in most insects, the pupae don't feed at all. They have two air tubes at the top of their head to breathe. The adult mosquito develops inside the pupal case.

After one to two days, the adult mosquito is ready to exit the pupal case. It breaks through the top of the pupae by pumping air into its body and stretching out. Then it sits on the water surface until it's dry and flies off. Usually, the male mosquitoes are the first ones to hatch. After mating, the female mosquito is ready to take her first blood meal in order to obtain protein for her eggs' development. The males die shortly after mating, but the females can reproduce several times and live four to eight weeks. Some species overwinter as pregnant females and are able to live for several months at reduced metabolism.

Although some mosquitoes need only five to seven days in hot summer months to complete their life cycle, they are seldom a problem around deep, well-managed wastewater lagoons. To eliminate places where mosquitoes and flies can lay eggs, a holding pond should have weed-free sides and minimal floating solids (CDPH 2024).

#### Mosquito-borne Diseases

Mosquitoes are very important vectors of serious diseases. Global efforts to reduce the numbers of mosquitoes usually are due to the deadly diseases they can transmit, and not because of the nuisance. Mosquito-borne diseases under surveillance in California include Yellow fever and the endemic arboviral¹ diseases caused by West Nile virus, St. Louis encephalitis virus, and western equine encephalitis virus, as well as travel-associated diseases caused by *Plasmodium* spp. (malaria), dengue, chikungunya, and Zika viruses. The California Department of Public Health, Vector-Borne Disease

<sup>&</sup>quot;Endemic Arboviral disease" is a term used to describe infections regularly found among particular people or in a certain area caused by a group of viruses spread to people by the bite of infected insects (arthropods) such as mosquitoes and ticks.

Section monitors and consults with local agencies regarding invasive mosquito species including *Aedes aegypti* (yellow fever mosquito) and *Aedes albopictus* (Asian tiger mosquito). (CDPH 2024)

The virus that causes St. Louis encephalitis is normally contained in birds, but horses and humans can become "accidental hosts" if they get bitten by an infected mosquito. Encephalitis is an inflammation of the brain, which results in high fever, irritability, and disorientation, with the most serious cases terminated by coma and death. Most people that are bitten by an infected mosquito never show any symptoms of the disease. In 2023, St. Louis encephalitis virus was detected in humans in 6 California counties, with 18 human cases statewide (CDPH 2024a).

The first mosquito carrying West Nile Virus in Merced County was identified in June 2006, with the first human diagnosed with the disease reported in August 2006. Most humans infected with this disease have mild or no obvious symptoms, but 20 percent develop fever and muscular weakness. Less than one percent develop the very serious neuron-invasive form, which causes long term or permanent damage. This disease is considered an endemic disease for humans, domestic animals, and wildlife in California (DPH 2024a). In 2023, West Nile virus was detected in 428 humans in the state of California, with 8 symptomatic humans in Merced County. (CDPH 2024a)

Two genera of mosquitoes are probable transmitters of the West Nile Virus. They are the *Culex* and *Aedes* mosquitoes. One of the *Culex* species, *C. quinquefasciatus*, prefers to breed in waste lagoons such as those commonly found on dairies. For this reason, mosquito control around dairy lagoons is necessary.

Malaria is a widespread disease that still kills hundreds of thousands of people per year – in 2020, an estimated 241 million cases of malaria occurred worldwide and 627,000 people died from malaria, most of them children in Africa. The *Anopheles* mosquito, the vector for malaria, occurs almost everywhere; the reason that there are very few outbreaks of malaria in California is that the Plasmodium parasite is generally not present in the state. In most malaria cases, mosquitoes here transmit the disease by biting someone who was infected by malaria elsewhere in the world. (CDC 2024)

Other forms of mosquito-borne encephalitis that infect birds, livestock, and humans also occur infrequently within the Central Valley region of California.

Two invasive (non-native) mosquito species have been found in several California cities and counties, and there is a potential for them to spread into other areas of California. They are *Aedes aegypti* (the yellow fever mosquito) and *Aedes albopictus* (the Asian tiger mosquito). The *Aedes aegypti* has been found in Merced County. Unlike most native mosquito species, *Aedes aegypti* and *Aedes albopictus* bite during the day. Both species are small black mosquitoes with white stripes on their back and on their legs. They can lay eggs in any small artificial or natural container that holds water. (CDPH 2024)

Aedes aegypti and Aedes albopictus have the potential to transmit several viruses, including Zika, dengue, chikungunya, and yellow fever. None of these viruses are currently known to be transmitted within California, but thousands of people are infected with these viruses in other parts of the world. In 2023, there were three travel-associated Zika virus infections in the United States. (CDPH 2024a)

#### 9.3 ENVIRONMENTAL EFFECTS

#### 9.3.1 SIGNIFICANCE CRITERIA

This analysis evaluates the potential generation and dispersal of nuisance insects at the proposed Antonio Azevedo Dairy #2 Expansion project site. The following significance criterion established by the ACO and its EIR was used to evaluate these impacts:

• Would the project create significant nuisance conditions to the public or the environment through the generation of insects due to project operations?

As set forth in Appendix G to the State CEQA Guidelines, Section IX, *Hazards and Hazardous Materials*, the additional health hazard assessment criteria previously evaluated in the project IS/NOP include whether the project would:

- Create a significant hazard to the public or the environment through the routine transport, use, or disposal of hazardous materials. (IX.a)
- Create a significant hazard to the public or the environment through reasonably foreseeable upset and accident conditions involving the release of hazardous materials into the environment. (IX.b)
- Emit hazardous emissions or handle hazardous or acutely hazardous materials, substances, or wastes within one-quarter mile of an existing or proposed school. (IX.c)
- Be located on a site which is included on a list of hazardous materials sites compiled pursuant to Government Code Section 65962.5 and, as a result, would create a significant hazard to the public or the environment. (IX.d)
- For a project located within an airport land use plan or, where such a plan has not been adopted, within two miles of a public airport or public use airport, would the project result in a safety hazard or excessive noise for people residing or working in the project area. (IX.e)
- Impair implementation of or physically interfere with an adopted emergency response plan or emergency evacuation plan. (IX.f)
- Expose people or structures, either directly or indirectly, to a significant risk of loss, injury or death involving wildland fires. (IX.g)

These impacts were found to be less than significant in the IS/NOP (see Appendix A). In addition, potential impacts from the release of hazardous substances into the environment during on-site project operations related to routine transport and use of hazardous materials, including pesticides, diesel fuels, supplements in cattle feed, genetically modified crops, Recombinant Bovine Growth Hormone, and antibiotics were evaluated in the IS/NOP and found to be less than significant. Therefore, these impacts will not be evaluated further in this chapter. For a discussion of impacts to water quality as a result of increased export of dry manure and associated pathogens and residual contaminants, see Chapter 10, *Hydrology and Water Quality*.

#### 9.3.2 ENVIRONMENTAL IMPACTS

#### Impact HAZ-1: Increased fly production and related nuisance effects (ACO)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project could result in the generation of flies that can adversely affect animal and human health, and become a nuisance for other adjacent land uses. Because there have been no nuisance fly complaints for the existing dairy facility, and the proposed dairy expansion would meet Merced County setback requirements for the control of nuisance conditions, this would be a less-than-significant impact.

Merced County has sought to prevent agricultural nuisances by the use of setbacks between potential sources of nuisance insects and adjoining sensitive land uses. Under existing regulations, Merced County enforces a setback of 1,000 feet between animal confinement facilities (such as ponds, corrals, barns) and rural residences. According to MCC Section 18.64.040 (B)(2), the modification or expansion of an existing facility must not decrease the existing separation distance from off-site residences that are less than 1,000 feet unless the off-site property owner provides written permission. At the Azevedo Dairy #2, there are no residences within 1,000 feet of existing dairy facilities. There is one off-site residence located approximately 1,155 feet east-southeast of the active dairy facilities, within the windshed of the dairy (defined as an area of 1,320 feet upwind to 2,640 downwind of the periphery of the animal facility) (see Figure 3-8). Construction of the proposed facilities would not reduce the existing separation distances to the off-site residence to within 1,000 feet.

The ACO prohibits new dairies within one-half mile of urban areas or sensitive uses such as schools, hospitals, jails, public or private recreational areas, parks, or all wildlife refuges (MCC Section 18.64.040 (B)(1)(a)). According to MCC Section 18.64.040 (B)(2), if the dairy facility is located within the minimum setback distance, the modification or expansion of an existing facility must not decrease the existing separation distance from these areas. There are no residentially zoned areas or concentrations of rural residences within the 0.5-mile setback distance (Merced County GIS 2024). The El Nido Rural Center boundary is located approximately 2.25 miles south of existing active dairy facilities, well outside of the half-mile setback. While the project is located in the boundaries of the Grasslands Focus Area and the Grasslands Ecological Area, there are no protected habitat areas, such as wildlife refuges or wildlife management areas, near the project site. The project site is well beyond the minimum one-half mile setback for these uses.

Where trees, tall crops, or man-made structures (e.g., homes) surround an animal facility, the dispersal distance will be short. When low-growing crops or native vegetation surround an animal facility, dispersal distance is typically longer as flies fail to find nearby vertical resting structures or feeding sites to halt the dispersal behavior. The Azevedo Dairy #2 site is predominantly surrounded by low-growing forage crops, other animal confinement facilities north and west of the project site, and pasture and open space north and east of the project area. Trees are limited onsite. The presence of a tall corn crop during summer would mitigate movement of nuisance flies from the dairy.

The DEH has responsibility for the maintenance of public health in the county. As required by the DEH, the methods for insect control must be described in a Vector Control Plan as outlined in MCC Section 18.64.060 C.8.c (see Appendix C of the EIR). A Vector Control Plan has been prepared for the proposed Antonio Azevedo Dairy #2 operations and provided to the County. The Vector Control Plan includes Best Management Practices for Vector Control, specific to field

application areas and the dairy production areas. The Azevedo Dairy #2 owner uses a truck mounted A1 Ranger Sprayer to apply fly spray weekly for pest control. The dairy operator would continue to implement the following Best Management Practices to address potential fly problems:

- a. Daily inspection of manure flush systems to ensure that manure is being effectively removed from flush areas, with particular attention paid to corners and isolated areas.
- b. Daily inspections of water supply and circulation systems to ensure that any leaks are promptly repaired. These inspections shall include all watering troughs to ensure that mechanisms for controlling water level are operating effectively and are protected from damage.
- c. Regular blading of feeding lanes in freestall barns and corrals to ensure that spilled feed is promptly removed and disposed.
- d. Daily removal of manure and spilled feed from stalls in freestall barns.
- e. Scraping of corrals and removal of manure at least twice a year.
- f. Daily inspection of silage storage areas to ensure proper covering, drainage, and removal of any spoiled silage.
- g. Weekly inspection of fence lines of corrals and other "edge" areas, and removal of any accumulated manure.

The following sanitation practices would also continue to be implemented to control fly populations:

- a. Dead animals will be stored in a secured area at the dairy facility, and off-site rendering plant operators will be notified for pickup of carcasses. Carcasses will be removed within 24 hours.
- b. Residual feed will be removed from infrequently used feeding areas.
- c. All garbage will be disposed of in closed dumpsters that are regularly emptied by a contracted waste management service for off-site disposal.
- d. Grass and other landscape clippings will be removed from the site for off-site disposal or reuse (as feed or soil amendment).

Design features of the Antonio Azevedo Dairy #2 that reduce fly development include shade barns with flush lanes and appropriate grades for pens. The use of the manure separator as part of the proposed project would result in lower fly numbers as the resulting manure solids are removed promptly.

DEH enforces the operational measures of each Vector Control Plan through periodic random inspections, and by requiring the annual submittal of compliance reports. The DEH also responds to complaints from neighbors of such facilities as described above. No current or active fly complaints have been reported and submitted to DEH at the Antonio Azevedo Dairy #2 (Merced County DEH 2024). A comment submitted on the Notice of Preparation for the project indicated a concern for increased nuisance insects at dairies in Merced County and in the Stevinson community; however, there were no issues specific to the project identified by any nearby neighbors or reported to DEH.

As required by the ACO, DEH must implement the following procedures if nuisance insect conditions are reported at, or adjacent to, the animal confinement facility:

- A. If fly nuisance conditions are reported to the Division of Environmental Health, the Division shall take the following actions:
  - Within 72 hours of receiving a complaint, the Division of Environmental Health shall determine the species and population density of a fly population during an inspection of the location of the complaint, and identify potential sources of flies in the vicinity. At the location of the nuisance complaint, the County will seek to identify access points, identify attractants, and locate breeding sites. If an animal confinement facility is identified as a potential source of the fly nuisance, the County will evaluate the affected herd, identify sources of the fly population, and evaluate weather conditions. In general, an infestation would be indicated by insect pests found on over 25 percent of the animals sampled during monitoring, or by the presence of substantial breeding areas. In the event of infestation causing a nuisance, the County will impose additional control measures on a site-specific basis. Measures that may be required by DEH include both biological and/or chemical pest control methods.
- B. If fly nuisance conditions are confirmed, and are attributable to operations at an animal confinement facility, the Division of Environmental Health shall require the owner/operator to remedy the nuisance condition within a specified period of time. The Division shall notify the parties reporting the nuisance of its findings, and shall provide follow-up inspections to ensure that the nuisance condition is cured. Should the condition persist, the Division shall initiate an enforcement action against the offending operator.

The Vector Control Plan in place for the proposed project includes Best Management Practices for vector control, and applicant would be required to continue to implement all measures within the approved Vector Control Plan throughout the active life of the dairy. The facility applies fly spray weekly to minimize the fly population on the dairy site.

Therefore, because there is no recent history of nuisance fly complaints at the existing dairy, and the proposed dairy expansion would meet Merced County setback requirements for the control of nuisance conditions, a less-than-significant impact would result.

**Significance of Impact:** Less than significant.

Mitigation Measure HAZ-1: None required.

#### Impact HAZ-2: Create significant nuisance conditions due to increased mosquito production (ACO)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would not create significant nuisance conditions related to increased mosquito production since the proposed dairy expansion would operate in accordance with the Best Management Practices outlined in the existing Vector Control Plan, and would comply with Merced County Mosquito Abatement District and Merced County ACO guidelines. This would be a less-than-significant impact.

Potential habitat for mosquitoes at the Antonio Azevedo Dairy #2 Expansion project includes the on-site waste management system, which currently includes one wastewater storage pond. Undesirable numbers of mosquitoes could occur if the facilities are improperly constructed or managed so that weeds build up along the sides of ponds, mats of solids float within lagoons, or if

water levels of "beach areas" of lagoons are not fluctuated to alternately flood or dry out areas where insects lay eggs. Lagoons that become mosquito breeding grounds are those with less than two feet of free bank space (freeboard) from surface to top of levee, that have "dead" corners where little wind action can occur, or where floating solids are not mechanically corralled to one end of the lagoon and removed.

In addition to the Vector Control Plan, which has been completed by the project applicant, Sections 18.64.050 B, H, and X and Sections 18.64.070 B, C, J, K, and S of the ACO contain provisions related to mosquitoes (see Appendix C of the EIR). The Merced County Mosquito Abatement District provides guidelines for the construction and management of dairy wastewater systems to prevent significant mosquito production (outlined in Regulatory Framework, above). The proposed project facilities are in compliance with all but one of the provisions of the Mosquito Abatement District and the ACO related to site design to control mosquitoes. The existing wastewater storage pond exceed the dimensions outlined in the ACO (MCC Section 18.64.070 J) and those recommended by the Mosquito Abatement District. These guidelines state that wastewater holding ponds should not exceed 100 feet in width and settling basins should not exceed 60 feet in width. The oversized storage pond may incur increased treatment costs for the District.

Substantial compliance with the guidelines of the Merced County Mosquito Abatement District and correct management of the dairy wastewater containment systems are required to comply with the Merced County ACO, and would prevent significant mosquito production. The project Vector Control Plan as required by the ACO contains operational measures for the wastewater pond to further reduce mosquitoes. There have been no recorded complaints regarding mosquitoes from the Antonio Azevedo Dairy #2. Based on these reasons, the proposed dairy expansion would not increase the potential for mosquito nuisance intensity or frequency. This would be a less-than-significant impact.

**Significance of Impact:** Less than significant.

Mitigation Measure HAZ-2: None required.

Nuisance Conditions from Insects

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This chapter evaluates the potential hydrology and water quality impacts associated with the proposed dairy expansion project, and includes a discussion of the mitigation measures necessary to reduce these impacts to a less-than-significant level, where possible. As established in the Initial Study (IS) for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), the construction and operation of the Antonio Azevedo Dairy #2 Expansion project may result in degradation of groundwater resources, potential adverse effects to surface water quality, impacts to groundwater levels, water quality impacts due to flooding, alteration of drainage patterns on the site, or conflict with a sustainable groundwater management plan.

This water resources evaluation implements, and is consistent with, mitigation measures and study protocols adopted by Merced County in its certification of the 2030 Merced County General Plan EIR in addition to the EIR for Revisions to the Animal Confinement Ordinance (ACO) and its approval of the ACO.

#### INTRODUCTION AND METHODOLOGY

Dairies pose a number of potential risks to water quality, primarily related to the amount of manure and wastewater that they generate. Manure and wastewater from animal confinement facilities can contribute pollutants such as nutrients (nitrogen), ammonia, phosphorus, organic matter, sediments, pathogens, hormones, antibiotics, and total dissolved solids (salts). These pollutants, if uncontrolled, can cause several types of water quality impacts, including contamination of drinking water, interference with irrigation systems, and impairment of surface water and groundwater quality.

A hydrogeologic technical evaluation was conducted by NV5, engineering and hydrogeological consultants, for the Antonio Azevedo Dairy #2 project. To determine background characteristics of the groundwater at the project site, information was reviewed from the Merced Subbasin Groundwater Sustainability Plan (GSP) (Merced SGMA 2022), the California Department of Water Resources (DWR) Sustainable Groundwater Management Act (SGMA) Portal (DWR 2024), water quality data from on-site supply well samples collected as required by the Central Valley Regional Water Quality Control Board (CVRWQCB) General Order for Existing Milk Cow Dairies (Order No. R5-2013-0122), and additional resources provided by the project applicant. This hydrogeologic technical evaluation provides an assessment of existing surface water and groundwater conditions, and the potential future impacts associated with operation of the proposed dairy expansion (included in Appendix I of this EIR, bound separately).

#### 10.1 REGULATORY FRAMEWORK

#### 10.1.1 FEDERAL LAWS AND REGULATIONS

#### UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

Federal, state, and local regulations have been implemented to protect the quality of surface water and groundwater resources. The primary federal laws for protection of water quality are the Clean Water Act (CWA) and the Safe Drinking Water Act (SDWA). Federal and state regulations based on this underlying legislation range from establishing maximum contaminant levels to setting anti-degradation policies.

The primary regulatory program for implementing water quality standards is the federal National Pollutant Discharge Elimination System (NPDES) Program. The United States Environmental Protection Agency (EPA) has delegated NPDES enforcement and administration to the State of California. Under the Federal Concentrated Animal Feeding Operations (CAFO) program, owners and operators ("dischargers") of dairies are required to apply for and receive an NPDES permit if the dairy is a Large CAFO¹ and the operator discharges, or proposes to discharge, pollutants to the waters of the Unites States.

#### FEDERAL EMERGENCY MANAGEMENT AGENCY

The Federal Emergency Management Agency (FEMA) is the federal agency that oversees floodplains and manages the National Flood Insurance Program (NFIP), adopted under the National Flood Insurance Act of 1968. FEMA's regulations establish requirements for floodplain management. FEMA prepares Flood Insurance Rate Maps denoting the regulatory floodplain to assist communities such as Merced County with land use and floodplain management decisions in order to meet the requirements of the NFIP.

#### 10.1.2 CALIFORNIA LAWS AND REGULATIONS

California's primary water law is the Porter-Cologne Water Quality Control Act (Porter Cologne). The regulations that implement Porter Cologne are contained in the California Code of Regulations (CCR). The water quality control programs, plans, and policies that affect the operations of animal confinement facilities include the NPDES program, regional water quality control plans, storm water protection plans, and the Total Maximum Daily Load (TMDL) program.

## REGIONAL WATER QUALITY CONTROL PLAN

Individual Regional Water Quality Control Boards (RWQCB) regulate animal confinement facilities, including dairies and other types of facilities, by developing and enforcing a Basin Plan that identifies beneficial uses of waters in the region, and establishes policies to protect those uses. Agriculture and dairies are designated as beneficial uses of water resources in the Basin Plan.

The CVRWQCB regulates dairies under the provisions of Title 27 of the California Code of Regulations<sup>2</sup> and the Porter Cologne Water Quality Control Act. The Basin Plan for the Sacramento-San Joaquin Valley (Basin Plan) developed by the CVRWQCB generally regulates agricultural practices. The CVRWQCB most recently adopted Amendments to The Water Quality Control Plan for The Sacramento River and San Joaquin River Basins in February 2019.

# NPDES PROGRAM AND THE GENERAL ORDER FOR EXISTING MILK COW DAIRIES AND INDIVIDUAL WASTE DISCHARGE REQUIREMENTS

In general, the Waste Discharge Requirements (WDR) Program regulates point discharges that are exempt pursuant to Title 27 of the California Code of Regulations<sup>3</sup> and not subject to the Federal

A large CAFO is defined has having 700 or more mature dairy cattle. Medium and small CAFOs that propose to discharge must also apply for and receive a permit under the NPDES program.

<sup>&</sup>lt;sup>2</sup> Article 1, Subchapter 2, Chapter 7, Division 2, Title 27 of the California Code of Regulations.

<sup>&</sup>lt;sup>3</sup> Subsection 20090 of Article 1, Subchapter 2, Chapter 7, Division 2, Title 27 of the California Code of Regulations.

Water Pollution Control Act. In California, the permitting authorities for WDRs are the RWQCBs. The CVRWQCB has jurisdiction over the project site.

In May 2007, the CVRWQCB adopted Waste Discharge Requirements General Order R5-2007-0035 for Existing Milk Cow Dairies (2007 General Order). In October 2013, the CVRWQCB adopted changes to the Order through the Reissued Waste Discharge Requirements General Order for Existing Milk Cow Dairies R5-2013-0122 (General Order), which rescinded and replaced the 2007 General Order. The General Order implements the State laws and regulations relevant to confined animal facilities. The General Order is not a NPDES Permit, and does not authorize discharges of pollutants to surface water that are subject to NPDES permit requirements of the Clean Water Act. The General Order serves as general WDRs for discharges of waste from existing milk cow dairies, and is intended to be compatible with the EPA's regulations for CAFOs discussed above. Under the General Order Waste Discharge Permit Program, Animal Feeding Operations are prohibited from discharging waste into surface water or into groundwater that is directly connected to surface water.

The General Order applies to owners and operators of existing milk cow dairies (dischargers) in the Central Valley Region. For the purposes of the General Order, existing milk cow dairies are those that were operating as of October 17, 2005 for which a Report of Waste Discharge (ROWD) was filed with the CVRWQCB. Dairies that did not file a 2005 ROWD, new dairies, and existing dairies expanding the mature cow herd size established under the 2005 ROWD by greater than 15 percent are not covered under the General Order, and are required to obtain coverage under Individual WDRs. All dairies covered under the General Order are required to:

- Comply with all provisions of the General Order,
- Submit a Waste Management Plan for the production area,
- Develop and implement a Nutrient Management Plan for all land application areas,
- Monitor wastewater, soil, crops, manure, surface water discharges, and storm water discharges,
- Monitor surface water and groundwater,
- Keep records for the production and land application areas, and
- Submit annual monitoring reports.

The NMP and WMP describe the regulatory requirements for the facility, and together they serve as the primary tool to prevent groundwater contamination and poor operations. The General Order establishes a schedule for dischargers to develop and implement their WMP and NMP, and requires them to make facility modifications as necessary to protect surface water, improve storage capacity, and improve the facility's nitrogen balance before all infrastructure changes are completed. In addition, Best Management Practices (BMP) intended to minimize surface water discharges and subsurface discharges at dairies are required. The General Order also requires each dairy to have fully implemented a WMP and an NMP. In compliance with the requirements of the CVRWQCB, the proponents of the Antonio Azevedo Dairy #2 have completed the required components of the WMP and NMP of the General Order.

In accordance with Provision 29 of the General Order, all dairies must be in compliance with CCR Title 27. As explained in the General Order Information Sheet, the Title 27 design standards for ponds have been determined to not be protective of groundwater quality, and there are technologies available that can provide greater groundwater protection. Because Section 13360 of the California Water Code requires that WDRs not specify the design, location, type of construction, or particular manner in

which compliance may be had with the requirements, the General Order cannot specify any particular pond design. However, the General Order establishes performance standards for new wastewater ponds that are more stringent than Title 27 in order to provide increased groundwater protection.

The General Order requires compliance with the Monitoring and Reporting Program (MRP) R5-2013-0122. Under the MRP, and based on an evaluation of the threat to water quality at each dairy, the CVRWQCB may require the installation of monitoring wells to comply with the General Order MRP. The 2013 Monitoring and Reporting Program requires:

- Periodic inspections of the production area and land application areas,
- Monitoring of manure, process wastewater, crops, and soil,
- Recording of operation and maintenance activities,
- Groundwater monitoring,
- Storm water monitoring,
- Monitoring of surface water and discharges to surface water,
- Annual reporting,
- Annual reporting of groundwater monitoring,
- Annual storm water reporting,
- Noncompliance reporting, and
- Discharge reporting.

The General Order and Individual WDRs also established the ability for individual dairies to participate in a Groundwater Representative Monitoring Program (RMP) as an alternative to an individual requirement for groundwater monitoring. Each dairy must notify the CVRWQCB about its decision to join an RMP. Dairies that do not notify the CVRWQCB or do not intend to join a RMP will be held to individual monitoring requirements set forth in the regulations. The Antonio Azevedo Dairy #2 is a member of the Central Valley Dairy Representative Monitoring Program (CVDRMP); however, in the future, the dairy could be treated as an individual discharger by the CVRWQCB and required to have an individual WDR and a separate groundwater monitoring system.

The RMP establishes a regional monitoring network for the member dairies of the CVDRMP. The RMP has been developed in accordance with General Order requirements and with review by the CVRWQCB. The regional monitoring network is established by installing individual monitoring well networks at dairies with hydrogeologic and land use characteristics typical of the area. Groundwater monitoring results for these dairies are then extrapolated to other member dairies of the RMP, theoretically precluding the need to install monitoring well networks on an individual basis.

There are over 1,100 dairy members of the CVDRMP. Monitoring data are being collected at 42 representative dairies, using 443 monitoring wells. The findings from 2012 through 2021<sup>4</sup> confirm that first encountered groundwater has been affected by historic and current dairy farming practices, and indicate that crop fields are the primary source of nutrient emissions to groundwater<sup>5</sup>, though nitrate concentrations beneath lagoons and animal housing also show water quality impacts. (CVDRMP 2019)

Based on data collected to date, the RMP findings indicate that most dairies will not be able to meet CVRWQCB standards for being protective of groundwater. The CVDRMP recommends several specific changes to the Dairy General Order, including replacing the current annual reporting method with a more consistent approach focused on achieving whole-farm balance. CVDRMP also recommends new methods for sampling liquid and solid manure and harvested crops, use of flowmeters for measuring applications of liquid manure, use of enhanced Irrigation and Nitrogen Management Plans (INMP), new lagoon liner standards and a requirement for dairy operator education in the area of improving nitrogen use efficiency (NUE). CVDRMP also recommends continued groundwater monitoring to watch trends over time, but at reduced frequency. (CVDRMP 2019)

The Antonio Azevedo Dairy #2 is operating in accordance with the requirements of the Reissued Dairy General Order (R5-2013-0122). As provided by project documentation, the State-permitted herd size for the dairy is 1,200 milk and dry cows combined<sup>6</sup>, with regulatory review required for expansions of greater than 15 percent above this value (1,380 milk and dry cows combined). The project applicant has submitted a Report of Waste Discharge Form 200 for the proposed dairy expansion (received by the CVRWQCB on March 26, 2020). Since the proposed expansion would increase the mature cow number by greater than 15 percent, pursuant to the Reissued Dairy General Order the CVRWQCB should issue Individual WDRs for the Antonio Azevedo Dairy #2 Expansion.

Significant operational and reporting requirements will be required as part of the individual WDR process, including the following nutrient management practices:

- Discharge reporting,
- Groundwater monitoring,
- Wastewater sampling and application monitoring,
- Irrigation application monitoring,
- Facility and land application visual inspections,
- Crop nitrogen/phosphorus uptake monitoring, and
- Field specific nutrient budgeting.

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Program updates accessed on May 19, 2024, available at: http://www.waterboards.ca.gov/centralvalley/water\_issues/confined\_animal\_facilities/groundwater\_monitoring/index.shtml

The RMP examines conditions in first encountered groundwater (i.e., groundwater near the water table directly beneath dairy facilities). Therefore, the design of the dedicated monitoring wells is fundamentally different from that of drinking water wells, and data from the monitoring wells are not indicative of actual impacts to drinking water sources. The RMP was not designed for, and does not address, monitoring and assessment of drinking water sources.

The CVRWQCB regulates only mature cows (milk and dry) and does not establish any limits on calves, heifers, and other support stock.

Planning documents related to these requirements include a Nutrient Management Plan and Waste Management Plan (see Appendix J, Dairy Facility Nutrient Management Plan Report and Waste Management Plan Report for the Antonio Azevedo Dairy #2).

However, the State Water Resources Control Board (SWRCB) is currently conducting a review of the Dairy General Order and has signaled that its review is likely to result in an order that will direct the CVRWQCB to reconsider significant aspects of its confined animal facilities program. The CVRWQCB has stated that pursuant to the CVDRMP's summary conclusions, the existing management practices under the NMP, WMP, and the Dairy General Order are not, nor have they been, adequate to prevent groundwater pollution underlying the dairy facilities and under lands receiving dairy wastes. The CVRWQCB is deferring the issuance of individual WDRs, and reviewing significant aspects of its Dairy General Order. State water quality permit coverage for dairy expansion projects, such as that assessed in this EIR, is likely to be significantly delayed.

#### Nutrient Management Plan and Waste Management Plan

The NMP/WMP planning process is used to implement BMPs for dairies. The NMP/WMP are planning documents used to describe facility operations, develop wastewater disposal options, and outline mitigation measures for each dairy. These documents are required to be revised as appropriate for the operation. Specific elements related to the number and type of animals dictate the size of a facility, fresh/flush water needs, and wastewater generation. Nitrogen and salt balance calculations based on the herd description, housing requirements (i.e., flush freestalls/barns or dry lots), acreage available for land application, and crop nutrient removal rates are made to determine the nitrogen and salt uptake for the proposed cropping pattern. On-site wastewater plans, storage elements, and storm water planning may be modified based on the calculations contained in the NMP/WMP.

As mandated by the ACO, an NMP/WMP in place of a Comprehensive Nutrient Management Plan (CNMP)<sup>7</sup> for the Antonio Azevedo Dairy #2 Expansion facility has been prepared pursuant to the requirements of the CVRWQCB (see Appendix J). The NMP and WMP prepared for the dairy operations (dated 4/18/2018 and 8/13/2018, respectively) were provided by the project applicant as representative of existing conditions on the dairy farm, and were used in the EIR to describe existing conditions for the project and establish a baseline for analysis. The dairy herd and associated operations set forth in the existing conditions NMP and WMP are generally representative of the existing Azevedo Dairy #2 operations at the time of circulation of the NOP (July 2022). Since the existing operations at a dairy are a dynamic and varying set of physical conditions, the EIR also examined the previous five years (years 2019-2023) of Annual Reports submitted to the CVRWQCB as required by the Dairy General Order (see Appendix K for an expanded explanation of the baseline selected and a comparison of the 2018 Existing NMP and 2019-2023 Annual Reports operations). For the Azevedo Dairy #2, while there has been variation shown in the Annual Reports submitted over the past five years, the median values could be considered in the range of that reflected in the 2018 Existing Conditions NMP for a dynamic dairy farm operation. Based on this information, and in accordance with CEQA, the baseline herd to be used in this environmental analysis is the herd count at the time that the NOP was circulated, which is approximately 1,135

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Since adoption of the ACO, the CVRWQCB has required the preparation of a NMP and WMP, which serve in place of the CNMP as allowed by Merced County Code Section 18.64.060 K.

mature cows and 1,600 support stock, or a total of 2,735 cows, as generally reported in the 2018 Existing Conditions NMP and facility Annual Reports.

A proposed conditions NMP and WMP have been developed for the facility (dated 3/11/2020 and 12/07/2020, respectively), and these forward-looking 2020 NMP/WMP have been used to represent proposed conditions for the evaluation in this EIR.

# CALIFORNIA STATEWIDE GROUNDWATER ELEVATION MONITORING PROGRAM AND SUSTAINABLE GROUNDWATER MANAGEMENT ACT

Since 2009, the California Statewide Groundwater Elevation Monitoring Program (CASGEM) has tracked seasonal and long-term groundwater elevation trends in groundwater basins statewide. The CASGEM is a voluntary program run by DWR wherein local monitoring entities collect groundwater elevation data and provide it to DWR. In June 2014, the DWR announced its CASGEM Basin Prioritization results. The Basin Prioritization determined groundwater use, groundwater supply, groundwater overdraft, and other factors for each basin to assign priority for action. Medium and high priority basins are those identified with medium or high risk for overdraft or adverse groundwater impacts. These at-risk groundwater basins are first to receive state funds for drought management and other groundwater funding programs.

The Sustainable Groundwater Management Act (SGMA) of 2014 (as amended) allows customized GSPs to be prepared by groundwater sustainability agencies (GSA) to manage groundwater resources while being sensitive to local economic and environmental needs. SGMA requires governments and water agencies of high and medium priority basins to halt overdraft and bring groundwater basins into balanced levels of pumping and recharge. Under SGMA, these basins should reach sustainability within 20 years of implementing their sustainability plans. For critically over-drafted basins, the target year will be 2040. For the remaining high and medium priority basins, 2042 is the deadline. The GSAs are responsible for submitting an annual report summarizing groundwater elevation data, groundwater extraction, groundwater recharge (from surface water supply used or available for use), total water use, and change in groundwater storage.

The Merced Groundwater Subbasin (the area of the Azevedo Dairy #2) has been designated as critically overdrafted, and thus has been identified as a high priority groundwater basin (SWRCB 2024). Water management and land management agencies serving the Merced Subbasin have formed three GSAs: the Merced Irrigation-Urban Groundwater Sustainability Agency (MIUGSA), the Merced Subbasin Groundwater Sustainability Agency (MSGSA), and the Turner Island Water District Groundwater Sustainability Agency (TIWD). The Antonio Azevedo Dairy #2 location is included in the jurisdiction of the MSGSA, which was formed in 2017. These GSAs worked to develop a joint *Merced Groundwater Subbasin Groundwater Sustainability Plan*, which was adopted in November 2019. The GSP was submitted to the California Department of Water Resources by the January 31, 2020 deadline. However, the DWR found that the Merced Subbasin GSP did not satisfy the objectives of the SGMA nor substantially comply with the GSP Regulations. The GSP was revised in July 2022 in response to DWR's evaluation of the January 2020 GSP. The revised GSP is currently being implemented. In 2023, DWR approved the revised Merced Subbasin GSP. An annual report to DWR is required by each April 1 to provide information on groundwater conditions and an update on implementation efforts for the prior year.

After implementation of the GSPs, the SWRCB will be authorized to intervene if local agencies prove unable or unwilling to correct groundwater management concerns. The goal of implementing the GSPs is to avoid chronic lowering of groundwater levels, avoid significant and unreasonable groundwater storage reduction, seawater intrusion, water quality degradation or land subsidence, and avoid surface water depletions that have adverse impacts on surface water beneficial uses.

To address the sustainable management criteria concerns identified in the GSP, the MSGSA has adopted a Two Phased GSP Implementation Approach, focusing on land repurposing as a near-term option to achieve the Water Year 2025 objective, combined with importing surface water in the GSA (flood waters or purchased water). In 2023, the MSGSA implemented the second year of a locally funded Land Repurposing Program, as part of the Phase 1 GSP Implementation. The MSGSA signed Agreements with landowners to repurpose additional lands saving approximately 8,440 AF of groundwater consumption over the next four years. Additionally, the MSGSA has continued to develop an Allocation Policy to be implemented in Phase 2, with an established Strategic Planning Ad Hoc Committee making step-wise policy recommendations to the MSGSA Board with the expectation of implementing an enforced allocation approach in 2026. MSGSA intends to develop and adopt the associated fees and penalties for enforcing the Allocation Policy in 2025 (Merced SGMA 2024). Water allocation determinations may include specific dairy operation elements. For example, dairy milk houses may have a water usage and demand reduction incentives.

The 2022 Merced Subbasin GSP hydrogeologic conceptual model, plan details, and implementation efforts are summarized in Appendix I.

#### IRRIGATED LANDS REGULATORY PROGRAM

A range of pollutants such as pesticides, fertilizers, salts, pathogens, and sediment can be found in runoff from irrigated lands. The Irrigated Lands Regulatory Program (ILRP) of the CVRWQCB regulates discharges from irrigated agricultural lands throughout the Central Valley. Its purpose is to prevent agricultural discharges from impairing the surface waters that receive the discharges. To protect these waters, CVRWQCB has issued conditional waivers of WDRs to growers that contain conditions requiring water quality monitoring of receiving waters, and corrective actions when impairments are found. The Long-term Irrigated Lands Regulatory Program General Orders adopted by the RWQCB protect both surface water and groundwater throughout the Central Valley. (CVRWQCB 2024)

In implementing the ILRP, the CVRWQCB has allowed growers to combine resources by forming water quality coalitions. The coalition groups work directly with their member growers to assist in complying with CVRWQCB requirements by conducting surface water monitoring, and by preparing regional plans to address water quality problems. All Central Valley growers must comply with the ILRP. If growers do not obtain regulatory coverage with payment of a membership fee for their waste discharges as a part of a Coalition Group, they must file a ROWD and filing fee with the CVRWQCB to obtain a grower-specific permit. The Conditional Waiver requires that coalition groups comply with General Order WDRs, implement Monitoring and Reporting Program plans, and submit periodic monitoring reports and monitoring data. When there have been two or more exceedances of the same pollutant at the same site within a three-year period, Management Plans must be prepared and implemented.

There is significant overlap between the ILRP and the Dairy Programs with regard to regulatory requirements, monitoring, and best management practices. Because on-site application of nutrient rich wastewater at a dairy is regulated by the CVRWQCB through the Dairy General Order, the Antonio Azevedo Dairy #2 is not anticipated or likely to be regulated under the ILRP program. If site conditions change (i.e., the Dairy Program regulations no longer apply, or project area cropland is not included in the dairy's NMP) and a regulatory assessment warrants action under the ILRP, the Antonio Azevedo Dairy #2 could potentially participate in the East San Joaquin Water Quality Coalition by paying a membership fee. This Coalition represents all member dischargers as the monitoring and reporting entity for the Coalition-specific Waste Discharge Requirements / Monitoring and Reporting Program.

# CENTRAL VALLEY SALINITY ALTERNATIVES FOR LONG TERM SUSTAINABILITY AND NITRATE CONTROL PROGRAM

In 2018, the CVRWQCB adopted Basin Plan amendments (Resolution R5-2018-0034) (and as amended in the 2020 Resolution R5-2020-0057) that established valley-wide Salt and Nitrate Control Programs. Central Valley Salinity Alternatives for Long Term Sustainability (CV-SALTS) is a collaborative stakeholder driven and management effort to develop sustainable salinity and nitrate management planning. The long-term solutions for managing salt in the Central Valley will be developed and implemented through a phased Salt Control Program. The three phases of the Salt Control Program include: (1) Complete a comprehensive study and analysis to define long-term salt management actions, beginning in 2021 over 10 to 15 years; (2) Complete design and permitting of projects identified in Phase 1; and (3) Construct projects to manage salts. The program approach is intended to protect beneficial uses by maintaining water quality that meets applicable objectives, allow some salt accumulation in areas where salt can be stored without impairing beneficial uses of water, and through long-term management, restore water quality where reasonable, feasible, and practicable. In 2020 and 2021, initiatives were made through the IRLP coalitions, the CVDRMP, and private WDR holders to fund the 20-year salinity study. The CVDRMP is paying the fee for participation in the CV-SALTS Salt Control Program on behalf of its members. Currently, the Azevedo Dairy #2 facilities comply with the Salt Control Program by maintaining membership in the CVDRMP.

To streamline resources while addressing nitrate management issues, groundwater basins in the Central Valley have been grouped into three categories for nitrate management. The Nitrate Control Program occurs in priority-based stages, including Priority 1, Priority 2, and Non-Prioritized basins based on estimated nitrate water quality impacts. The highest priority areas with the most affected drinking water supplies were addressed first. These Priority 1 areas are located in the following Basins or Subbasins: Chowchilla, Kaweah, Kings, Modesto, Tule, and Turlock. Nitrate in parts of the Priority 1 areas is often found above drinking water standards. Residences who rely on private domestic wells or small private water systems as their source of drinking water are the focus of the Nitrate Control Program (NCP) to address this potential health threat.

Nitrate Control Plan collaboratives were developed in Merced County within the 2020 Priority 1 subbasins (Turlock and Chowchilla). The collaboratives were charged with developing and implementing action plans to provide safe drinking water, reducing nitrate impacts, and restoring groundwater quality. This program will require facilities that discharge nitrates at levels that are causing exceedances of drinking water standards (including most dairies) to upgrade their facilities and/or waste management practices over a time frame that may extend as long as 35 years. While

upgrades are being developed and implemented, facilities responsible for adverse nitrate impacts are required to supply impacted communities with replacement drinking water. Facilities such as dairies may comply with the Nitrate Control Program individually or may elect to participate in Management Zones, which are collectives of permitees that collaborate on enhancing water quality management practices while providing affected communities replacement drinking water. Regulatory requirements under the Nitrate Control Program are triggered by the issuance of a Notice to Comply, which was sent in May 2020 for Priority 1 areas.

For the purposes of compliance with the NCP, the Azevedo Dairy #2 is in Priority Area 2. Dairies within Priority 2 were sent Notices to Comply in December 2023. In each of the basins, a new Management Zone is being developed to begin planning and early actions in the Priority 2 areas. Priority 2 groundwater subbasins include Delta Mendota, Eastern San Joaquin, Kern County (Poso), Kern County (West Side South), Madera, Merced, Tulare Lake, and Yolo. The Nitrate Control Program collaboratives will be developed in Priority 2 subbasins.

# DROUGHT EXECUTIVE ORDER N-7-22: DROUGHT WELL PERMITTING REQUIREMENTS, AS MODIFIED BY EXECUTIVE ORDER N-3-23

On March 28, 2022 Governor Newsom issued Drought Executive Order N-7-22 that included new well permitting requirements for local agencies to prepare for and lessen the effects of several years of drought conditions. Under the Executive Order, local well permitting agencies retain existing well permitting responsibilities, including reviewing and administering well permits. Local well permitting agencies must take the following steps during the well permitting process for wells intending to extract groundwater:

- 1. Consultation with the GSA If the proposed well would be in a high or medium priority groundwater basin, the well permitting agency must consult with the GSA and receive written verification from the GSA that the proposed well location is generally consistent (not inconsistent) with the applicable GSP and will not decrease the likelihood of achieving the sustainability goals that the GSAs have developed under SGMA.
- 2. Permit Evaluation For every well permit application, the local well permitting agency must determine before issuing a well permit that extraction of groundwater from the proposed well is not likely to interfere with the production and functioning of existing nearby wells and is not likely to cause subsidence that would adversely impact or damage nearby infrastructure.

These requirements do not apply to wells that pump less than 2 acre-feet per year (*de minimus* users) and wells that exclusively provide groundwater to public water supply systems as defined in section 116275 of the Health and Safety Code. On February 13, 2023, Executive Order N-3-23 modified EO N-7-22 such that it will not apply to permits for wells that are replacing existing, currently permitted wells with new wells that will produce an equivalent quantity of water as the well being replaced when the existing well is being replaced because it has been acquired by eminent domain or acquired while under threat of condemnation. Because there are no new wells associated with the proposed Azevedo Dairy #2 Expansion project, this topic will not be discussed further.

#### TOTAL MAXIMUM DAILY LOAD PROGRAM - IMPAIRED WATERWAYS

Under Section 303(d) of the federal CWA, states are required to identify and list water bodies that do not meet applicable water quality standards. Such water bodies receive a ranking for the establishment of Total Maximum Daily Loads (TMDL) for all listed water contaminants that do not meet water quality standards. TMDLs are action plans to restore clean water by defining how much of a pollutant a water body can tolerate and meet water quality standards. States are required to establish a TMDL for these identified water bodies that will lead to achieving the applicable water quality standards, and to allocate the TMDL among all contributing sources. The assessment of sources may indicate that a water body is impaired because of nutrient or pathogen problems attributable to animal manure or wastewater, or because a watershed has more manure generated than there is land available for application. The TMDLs are adopted by the Regional Water Quality Control Board as amendments to the Basin Plan. The TMDLs are implemented through NPDES permits, nonpoint source control programs, and other local and state requirements.

The CVRWQCB maintains and periodically updates the impaired water bodies list for the Central Valley. Bear Creek is located more than two miles north of the project site and is listed as impaired under §303(d). Deadman Creek, located approximately 1.25 miles north of the project site, is listed as impaired under Section 303(d). TMDLs or regulatory programs required to address water body impairments are identified by the CVRWQCB and include monitoring strategies that will be used to evaluate the effectiveness of the program. As set forth in the 2020-2022 Integrated Report, regulatory programs such as the ILRP address water quality impairments throughout the Region.

#### FLOODPLAIN MANAGEMENT

The California Department of Water Resources Division of Floodplain Management constructs and operates regional scale flood protection systems in partnership with federal and local agencies, and provides technical, financial, and emergency response assistance related to flooding. The DWR has prepared non-regulatory Best Available Maps showing 100-, 200-, and 500-year floodplains using data compiled from various sources intended to support community-based planning and flood risk management. The 100-year areas are similar to those of FEMA maps, with some additional areas and localized differences.

#### **CONSTRUCTION GENERAL PERMIT**

Construction activities disturbing one or more acres are required by the SWRCB to obtain a Construction General Permit (Order 2022-0057-DWQ). Construction activity includes, but is not limited to, clearing, demolition, grading, excavation, and other land disturbance activities. The NPDES permit shall require implementation of Best Available Technology Economically Achievable (BAT) and Best Conventional Pollutant Control Technology (BCT) to reduce or eliminate pollutants in stormwater runoff. The NPDES permit shall also include any additional requirements necessary to achieve applicable water quality standards. The Construction General Permit requires a site-specific Storm Water Pollution Prevention Plan (SWPPP) to be developed by the discharger. The SWPPP must list any BMPs that the discharger will use to protect storm water runoff, and define the placement of identified BMPs. The SWPPP must be kept on-site, made available for review, and uploaded through the Stormwater Applications and Reports Tracking System (SMARTS).

#### **10.1.3 MERCED COUNTY**

#### MERCED COUNTY GENERAL PLAN

The Water Element of the Merced County General Plan contains goals and policies pertaining to protection of water resources in Merced County. Those policies that are relevant to the project site are presented below:

# Policy W-2.4: Agricultural and Urban Practices to Minimize Water Contamination Encourage agriculture and urban practices to comply with the requirements of the Regional Water Quality Control Board for irrigated lands and confined animal facilities, which mandate agricultural practices that minimize erosion and the generation of contaminated runoff to ground or surface waters by providing assistance and incentives.

#### Policy W-2.5: Septic Tank Regulation

Enforce septic tank and on-site system regulations of the Regional Water Quality Control Board to protect the water quality of surface water bodies and groundwater quality.

#### Policy W-2.6: Wellhead Protection Program

Enforce the wellhead protection program to protect the quality of existing and future groundwater supplies by monitoring the construction, deepening, and destruction of all wells within the County.

#### Policy W-3.13: Agricultural Water Reuse

Promote and facilitate using reclaimed wastewater for agricultural irrigation, in accordance with Title 22 and guidelines published by the State Department of Public Health.

These policies were considered in the evaluation of the proposed project and the formulation of appropriate mitigation measures below. A more detailed discussion of relevant goals and policies to the proposed project is located in Table 11-1 of Chapter 11, *Land Use Compatibility*.

#### ANIMAL CONFINEMENT ORDINANCE

The Merced County Animal Confinement Ordinance regulates the design, construction, and operation of animal confinement facilities within the county. Because the ACO is regulatory rather than permissive, all existing and proposed animal confinement facilities within the county are required to comply with the terms of the ACO, including the proposed Antonio Azevedo Dairy #2 Expansion project. The Merced County ACO is included as a section of Title 18, Zoning, of the Merced County Code (MCC).

Merced County regulations under the ACO maintain water quality standards that are consistent with the CVRWQCB Basin Plan. The Merced County ACO addresses potential impacts to water quality primarily through preparation and implementation of a CNMP. If a site-specific CNMP is followed and if best management practices are used, nitrogen loading and salt loading to groundwater will be reduced. Since adoption of the ACO, the CVRWQCB has required the preparation of a NMP and WMP as described above, which serve in place of the CNMP as allowed by MCC Section 18.64.060 K.

The Merced County ACO contains additional provisions to protect water quality. For example, MCC Sections 18.64.050 E and I require that all wastewater or storm water that has come into

contact with manure be maintained on the project site, or applied to other sites only upon written approval of the landowner. MCC Section 18.64.050 J requires that off-site property owners accepting wastewater (liquid manure) complete written agreements to accept responsibility for proper land application. MCC Section 18.64.050 G requires notification of Merced County Division of Environmental Health (DEH) for any off-site discharge of wastewater. MCC Section 18.64.050 BB requires application of manure at agronomic rates. For the permanent closure of an animal confinement facility, MCC Section 18.64.050 R requires DEH to review and approve specific collection of soil samples from underneath existing ponds to be abandoned after liquid and solids have been removed. MCC Section 18.64.070 contains guidelines for new or modified retention ponds and settling basins. Permits must be obtained from DEH prior to construction and an inspection must be performed prior to use of a newly constructed pond or basin. Portions of the ACO that specifically apply to protection of water quality include: MCC Sections 18.64.050 D, E, F, G, H, J, K, M, N, O, P, Q, R, T, V, Z, AA, BB, CC, DD, EE, II, JJ, KK, LL, MM, NN, QQ; 18.64.060 A, B, C, D, E, F, H, K; and 18.64.070 A, D, E, G, H, I, K, L, M, P, Q, S, and T (see Appendix C for the full text of the ACO). To ensure compliance with the provisions of the ACO, the Ordinance requires routine inspections of animal confinement facilities by Merced County DEH.

To address potential impacts to water resources, the EIR prepared for the ACO contains mitigation measures to be implemented during environmental review of animal confinement facility projects such as the proposed project. Mitigation measures adopted as policy in the EIR for the ACO include:

- Measures to reduce groundwater contamination; and,
- Measures to reduce the risk of contamination of surface waters during flood events.

These mitigation measures as contained in the EIR for the ACO are incorporated as study protocols for this EIR and serve as the basis for mitigation measures identified in this document.

#### FLOOD ORDINANCE

Merced County is responsible for implementing FEMA floodplain management regulations. The MCC Section 18.26.050, *Provisions for Flood Hazard Reduction* (Flood Ordinance) contains specific requirements limiting and discouraging development in various flood zones, as designated on Flood Insurance Rate Maps. The County's Flood Ordinance defines areas of special flood hazard as Zones A, AO, AE, or AH. For areas in a special flood hazard zone, no development may occur on the site until all of the relevant requirements of the Flood Ordinance have been satisfied. These Flood Ordinance requirements include construction standards for both occupied and non-occupied structures, utilities, mobile homes, and for non-residential structures. These standards include anchoring structures to prevent flotation, collapse or movement, raising structures above the base flood elevation or otherwise flood-proofing them, constructing adequate drainage paths around structures to guide floodwaters around and away from proposed structures, providing a determination of the base flood elevation as determined by a licensed engineer, and drafting all subdivision plans so that they identify the flood hazard area and elevation of the base flood, and provide the elevation of proposed structures and pads.

#### MERCED COUNTY WELL ORDINANCE

The MCC Chapter 9.28, Wells contains Water Well Standards (Section 9.28.060) that would minimize the potential for contaminated water to enter a well and contaminate groundwater. The

standards include well setback distances from potential sources of contamination and pollution, and standards for construction as set forth in Appendix I of this EIR.

#### MERCED COUNTY GROUNDWATER ORDINANCE

With the adoption of the Sustainable Groundwater Management Act of 2014, Merced County adopted groundwater ordinance No. 1930 (adding Chapter 9.27 to the Merced County Code), that prohibited the unsustainable extraction of groundwater or conveyance of groundwater outside of a subbasin. This ordinance was intended as a transition regulation until documents required by the SGMA are published and implemented. On February 8, 2022, the Board of Supervisors adopted amendments to the Groundwater Ordinance that would transition the determination of sustainability of proposed groundwater wells from the County to the GSAs. Under the revised Ordinance, the following criteria must be met for any proposed wells to be approved:

- (1) The proposed well must be located in an area covered by an adopted and implemented GSP;
- (2) The proposed well is not located in a probationary basin as designated by the State Resources Water Control Board;
- (3) The proposed construction and use of the proposed well are consistent with the applicable GSP;
- (4) The GSA provides documentation of its determination that all of the above conditions are met to the Merced County DEH.

The GSP consistency determination must be provided with the well application to the County, and provided all conditions are met, a well construction permit could be issued ministerially. Domestic wells serving a single parcel delivering two acre-feet of groundwater per year or less are generally exempt from the prohibition of well construction. Because there are no new wells associated with the proposed Azevedo Dairy #2 Expansion project, this topic will not be discussed further.

#### **ON-SITE WASTEWATER TREATMENT SYSTEMS**

In June 2012, the SWRCB adopted a Water Quality Control Policy for Siting, Design, Operation, and Maintenance of On-site Wastewater Treatment Systems (OWTS). The policy establishes a set of comprehensive regulations for all aspects of siting, construction, and operating OWTS. The Merced County Division of Environmental Health enforces design standards for the operation and maintenance of on-site sewage disposal systems to minimize potential pollution of groundwater and surface water features (MCC Chapter 9.54, Regulation of On-site Wastewater Treatment Systems). DEH requires that every occupied structure in the county that cannot be connected to a public wastewater treatment system must construct an OWTS under permit from DEH, consisting of an OWTS with effluent discharging into an approved subsurface disposal field. All systems must meet the minimum design standards of DEH, including location, system dimensions and capacity, soil capability, minimum depth to groundwater, and minimum separation distances between septic systems and wells, streams, and other water bodies. In order to obtain a permit, an applicant must provide DEH with a site plan indicating the dimensions and placement of the disposal field. DEH expects that their existing design standards for operation and maintenance of OWTS will usually meet the requirements of the Water Quality Control Policy for Siting, Design, Operation, and Maintenance of On-site Wastewater Treatment Systems. Because there are no wastewater treatment systems associated with the proposed Azevedo Dairy #2 Expansion project, this topic will not be discussed further.

#### REGULATORY COMPLIANCE AUDIT

The Merced County Community and Economic Development Department requests regulatory compliance audits of expanding dairies from the Division of Environmental Health as part of the Conditional Use Permit (CUP) evaluation process prior to project approval. The DEH staff performed an inspection and audit of the Antonio Azevedo Dairy #2 on August 11, 2021. The dairy inspection evaluated the facility for compliance with the Merced County Animal Confinement Ordinance (ACO) (MCC Chapter 18.64). The DEH found the facility in compliance with the ACO as referenced in their letter of August 25, 2021.

# MERCED COUNTY REGULATION OF STORM WATER DISCHARGE DURING CONSTRUCTION

Merced County Code regulates storm water discharges related to construction activities through Chapter 9.53 of the MCC. As defined by the MCC, construction means "Any construction or demolition activity, including, but not limited to, clearing, grading, grubbing, or excavation, or any other activity that results in a land disturbance of equal to or greater than one acre." Standards required by the County include:

- Prior to disturbing any soil, operators of a construction activity project shall prepare and submit a Sediment Control Plan (SCP) to the Department of Public Works for review and approval. The SCP shall be incorporated as separate sheets of the Civil portion of the plans prepared for the project and shall indicate BMPs to be used during project construction and post construction. The SCP shall be prepared by a certified Qualified SWPPP Developer.
- The operator of a construction activity project shall submit evidence that all applicable
  permits (i.e., State Water Board's Construction General Permit, State Water Board 401
  Water Quality Certification, U.S. Army Corps 404 permit, and the California Department
  of Fish & Wildlife 1600 Agreement) directly associated with the soil disturbing activities
  have been obtained.
- If a SWPPP is required to be developed for the construction activity project pursuant to the State Water Board's Construction General Permit, the SWPPP may substitute for the required SCP. In this case, the operator of the construction activity project shall submit a copy of the SWPPP to the County for review and approval.

#### 10.2 ENVIRONMENTAL SETTING

Figures 4 through 17 in Appendix I of this DEIR shows the hydrogeologic cross section in the groundwater subbasin and project area, groundwater elevations, and DWR hydrographs from the 2022 GSP.

# 10.2.1 PROJECT SETTING AND PHYSIOGRAPHY (PHYSICAL GEOGRAPHY)

The project site is located in the San Joaquin Valley in an active agricultural district of Merced County. The topography of the site is nearly flat with surface elevations ranging from 135 to 140 feet above mean sea level (MSL). There are no natural water features on the site. The Azevedo Dairy #2 land application fields are approximately 1.25 miles south of Deadman Creek, which ultimately runs into Dutchman Creek. Groundwater interaction or gaining portions of the San Joaquin River are known to exist northwest of the project vicinity. Domestic water to the dairy barn and the four

employee residences is provided by three on-site water wells. Irrigation water is supplied by groundwater from one irrigation well. Project site and irrigation return and drainage facilities are described in Section 10.3.2 below. For a depiction of the dairy facility with existing and proposed structures and the application area irrigation wells, see Figures 3-4 through 3-7, in Chapter 3, *Project Description*, of this EIR.

#### **10.2.2 GEOLOGY**

The Central Valley is composed primarily of alluvial deposits from erosion of the Sierra Nevada located to the east and the Coastal Ranges located to the west. In addition to the alluvial deposits that comprise the majority of the geology within the Central Valley, lacustrine<sup>8</sup> and marsh deposits also exist. Lacustrine deposits are composed of fine-grained material (clay and silt interbedded with sands and conglomerates) and were formed during a time when lakes and marshes existed within the Valley. Geologic units located east of the San Joaquin River (the location of the Antonio Azevedo Dairy #2 Expansion project) consist of high amounts of silica-rich intermixed clay, silt, sand and gravel deposits derived from the granitic Sierra Nevada mountains.

Predominant soils in the area of the project site as classified by the Natural Resources Conservation Service (NRCS Web Soil Survey) consist of loams. Soil groups are Fresno loam slight to strong saline-sodic with 0 to 1 percent slopes. Saline and high sodium soils have a high pH which may interfere with crop growth.

Near surface geology at the project site consists of Alluvium and Modesto Formation Alluvium underlain by Tulare Formation clay deposits. DWR well logs and Figures 7 and 8 of Appendix I indicate that interbedded clay, sandy clay, and sand deposits dominate the near surface geology in proximity to the dairy facility. Gravel lenses 5 to 10 feet in thickness exist beneath the site. Somewhat continuous sand deposits and continuous clay beds varying in thickness from 50 to 100 exist at depths ranging from 300 feet below ground surface (bgs) are considered to be part of the Corcoran Clay.

As set forth in the Merced Groundwater Subbasin GSP, compressible clay layers within and below the Corcoran Clay have been associated with land subsidence in many areas of the Central Valley. Geologic faulting has been identified in the area east of El Nido. This area has also shown surface structural impacts due to subsidence resulting from groundwater overdraft over the last several decades.

#### 10.2.3 HYDROGEOLOGY

Regional groundwater in Merced County is composed of four subbasins of the San Joaquin Hydrologic Region: the Turlock, the Merced, the Chowchilla, and the Delta-Mendota. The project site lies within the Merced Subbasin, bounded on the north and south by the Turlock and the Chowchilla subbasins. Each of the subbasins is split into the following three different water bodies depending upon depth and geology: an unconfined aquifer, a semi-confined aquifer, and a confined aquifer. Differentiation between the unconfined, semi-confined, and confined aquifers is due to existence of Corcoran Clay within the Tulare Formation. Groundwater is unconfined or perched above the Corcoran Clay and semi-confined to confined below the Corcoran Clay.

<sup>8</sup> Lacustrine means "of a lake" or "relating to a lake."

As stated in the GSP, the Merced Subbasin extends from the Sierra Nevada foothills to the San Joaquin Valley floor, with ground surface elevations sloping to the southwest and ranging from approximately 450 feet above msl in the eastern foothills to less than 50 feet msl along the San Joaquin River.

The extent of the Corcoran Clay in the western Subbasin as shown on the GSP (see Figures 5 through 7 in Appendix I), ranges from depths of 90 to 240 feet below the ground surface. The unit ranges in thickness from approximately 10 feet to 90 feet. The westerly dipping aquifers are interpreted to be offset by geologic faults in the central and eastern Subbasin, but faults are not interpreted to be a barrier to groundwater flow (Merced SGMA 2022).

Groundwater flow in the Merced Subbasin is generally to the west and southwest, towards the San Joaquin River, but flows are altered locally by pumping from wells. In general, depths to groundwater are shallowest near the San Joaquin River, and increase away from the river as surface elevation increases. As referenced in the GSP, groundwater elevations have decreased significantly over the last two decades as shown by the declining groundwater levels. These declining levels have had undesirable impacts including groundwater flow direction changes, water wells going dry, and land subsidence.

Groundwater elevations in the aquifer above and below the Corcoran Clay, the area of the Azevedo Dairy #2, have been relatively stable during the GSP study period, with declines during the recent drought of less than 15 feet, followed by water level recovery. Water level declines during the 2015 drought were greater in the Above Corcoran Clay Aquifer, especially in agricultural areas in the central and eastern Subbasin where groundwater is the primary water supply. Pumping in the Principal Aquifer Below Corcoran Clay has created a cone of depression in the central Subbasin that has expanded during the GSP study period. Available data in the easternmost Subbasin are sparse, but water level declines between 2006 and 2017 are observed from about 4 feet per year to about 8 feet per year, with little to no recovery until recently (Merced SGMA 2022; Merced SGMA 2024). See Appendix I Figure 10 for the Merced Subbasin GSP 2017 groundwater elevation contour map for the principal aquifer below the Corcoran Clay. Recent aquifer stable groundwater levels near the San Joaquin River above the Corcoran Clay and below the Corcoran Clay is supported by the high recharge within the permeable unconfined aquifer conditions.

Area knowledge and DWR hydrographs indicate that groundwater may exist within sand units found less than 100 feet bgs. First encountered groundwater is anticipated to be found in unconfined aquifers within laterally extensive sands units or as isolated perched units, significantly above the reported levels.

As shown in the MSGSA 2023 Annual Report and the 2022 GSP, regional historical groundwater levels indicate a decline in groundwater elevations (see Figures 16 and 17 of Appendix I). Data from 11 wells located in the Above Corcoran Clay Principal Aquifer showed an average groundwater level decline of 1.3 feet per year (ft/yr) from 1996-2015. Data from 15 wells in the Below Corcoran Clay Principal Aquifer indicated an average groundwater level decline of 2.4 ft/yr from 1996-2015.

The 2023 Report states that groundwater levels generally increased in water year 2023 for all three principal aquifers. Based on data from 12 wells in the Above Corcoran Clay Aquifer, average groundwater level change was +6.3 ft from fall 2022 to fall 2023. Based on data from 16 wells in the

Below Corcoran Clay Principal Aquifer, average groundwater level change was +19.1 ft from fall 2022 to fall 2023.

The DWR single well hydrograph from the 2023 Report depicts the longest history of nearby monitoring well located 2 miles to the northeast of the project site (see Figure 17a in Appendix I). This record shows a 95-foot decline in groundwater level from 1975 to 2023, which is consistent with the average annual trends cited above.

Of the dairies included in the CVDRMP representative monitoring program, the closest monitored dairy located in the eastern part of the basin is the J. Troost Dairy (TRO) dairy, located at 24868 Road 9 in Madera County. This site is approximately five miles to the south of Azevedo Dairy #2 (see Appendix I of this EIR for more information). As included in the Year 8 (2018) RMP report, TRO has three monitoring wells that have been sampled over the several year monitoring period. The monitoring well groundwater levels have dramatic seasonal changes. As part of GSP management actions, a nested monitoring well in the El Nido Area was completed in 2020.

As stated in the 2023 Report, land subsidence remains an ongoing concern in the Subbasin. Measurements have been recorded semiannually in July and December of each year to monitor ongoing subsidence since 2011. Subsidence values in the last year were positive from December 2022 to December 2023, likely due to the impact of increased rainfall in late 2022 to early 2023. The GSA has identified a designated subsidence focus area. The project site is located within this management area.

### 10.2.4 EXISTING WATER QUALITY

The Merced Groundwater Subbasin GSP describes groundwater in the area as characterized by calcium-magnesium bicarbonate type water in the interior of the subbasin, sodium bicarbonate to the west, and calcium-sodium bicarbonate to the south. Total dissolved solids (TDS) values range from 100 to 3,600 milligrams per liter (mg/L) across the subbasin with typical values ranging from 200 to 400 mg/L. Localized areas of high hardness, iron, nitrate, and chloride are found in this subbasin. Nitrate, Arsenic, TDS, and Sodium are water quality parameters of interest in the El Nido area due to the elevated historic trends.

As cited in the 2022 GSP (see Figures 11 and 12 in Appendix I), Nitrate as N in the western portion of the subbasin is slightly elevated above the Corcoran Clay and below the Corcoran Clay is lower than the Maximum Contaminant Level (MCL) of 10 mg/L. Nitrate is typically associated with agricultural practices. For the limited number of monitoring wells near Azevedo Dairy #2, the observed proximal average Nitrate concentration above the Corcoran Clay and below the Corcoran Clay is lower than the MCL.

As cited in the 2022 GSP (see Figures 13 and 14 in Appendix I), TDS is associated with saline or water impacted from agricultural uses. In the western portion of the subbasin, TDS is elevated. For the limited monitoring data near the Azevedo Dairy #2, TDS average concentration above the Corcoran Clay and below the Corcoran Clay was elevated above 700 mg/l, which is above the secondary MCL of 500 mg/l.

Chloride is associated with saline groundwater. Chloride in the western portion of the subbasin TDS is elevated (see Figure 15 of Appendix I). For the limited monitoring wells, data near Azevedo

Dairy #2 shows average concentrations above 60 mg/l as a 5-year average value. The MCL for chloride is 250 mg/l.

Water quality data for the existing domestic and irrigation water wells for the project site was available from 2019 to 2023. Concentration of Nitrate as N ranged from <0.1 to 7.3 mg/L, which is below the California Title 22 Primary Maximum Contaminant Limit (MCL) of 10 mg/L. Regional groundwater quality also confirms the low Nitrate concentrations in this area. Electrical Conductance ranged from 80.1 to 602 umhos/cm, which is below the Title 22 Secondary MCL of 900 umhos/cm. Chloride was observed at high levels on a regional basis and was detected at 5.3 mg/L for the 2023 well measurement, below the MCL of 250 mg/L. For a complete table of all water quality parameters tested, see Table 1 in Appendix I of this EIR.

As described above, the closest dairy included in the CVDRMP representative monitoring program in the general vicinity of the Antonio Azevedo Dairy #2 is located approximately five miles to the south of the project site (see Appendix I of this EIR for more information). The Year 8 (2018) RMP report found the water quality at the dairy (three monitoring wells sampled) showed nitrate ranges from 6.9 to 45 mg/L over the 12-year monitoring period. For Monitoring Well 1 (MW1), nitrate-N concentrations ranged from 9.4 to 12.9 mg/L in 2006 and from 11 to 15 mg/L in 2018. In MW2, nitrate-N concentrations ranged from 40.4 to 54.8 mg/L in 2006 and from 36 to 45 mg/L in 2018. In MW3, nitrate-N concentrations ranged from 6.9 to 32.1 mg/L in 2006 and from 36 to 45 mg/L in 2018. While not necessarily representative of the Azevedo Dairy #2 conditions, the data from these dairy monitoring wells give some insight to what may be occurring in the area.

#### **10.2.5 FLOODING**

The Flood Insurance Rate Maps from FEMA show that the entirety of the project site is located within Flood Zone A, an area subject to inundation by a 100-year storm, or 1-percent chance of occurring in any given year, but for which a Base Flood Elevation (BFE) has not been established. A flood protection analysis for the existing dairy facility was completed and included in the 2018 WMP (Sousa Engineering 2018) (see Appendix J). The estimated flood elevation in the vicinity of the dairy production area was determined to vary from approximately 144 feet MSL at the west boundary of the dairy production area to approximately 146 feet at the east boundary of the dairy production area. However, portions of the dairy production area have elevations that are slightly lower than the estimated flood elevation and would be subject to inundation levels of approximately 1-foot or less. These areas are the eastern portions of the corrals, eastern portions of the two largest animal housing structures, and the feed storage area.

## 10.2.6 PATHOGENS, ANTIBIOTICS, PESTICIDES, AND HORMONES IN MANURE

The potential for pathogens, antibiotics, pesticides, and hormone transport in manure was evaluated in the ACO EIR. The discussion below provides a summary and update of the analysis contained in the ACO EIR.

#### **PATHOGENS**

Animal agriculture, such as dairies, results in the production of copious amounts of manure. On a per weight basis, livestock animals produce from 13 to 25 times more manure than humans. This manure is ultimately used as fertilizer for crops, either through the application of dairy wastewater or

the incorporation of solid manure onto cropland (either on site or by trucking dry manure off site). Animal wastes contain zoonotic pathogens, which are viruses, bacteria, and parasites of animal origin that can cause disease in humans. Diseases that can be caused by zoonotic pathogens include Salmonellosis, Tuberculosis, Leptospirosis, infantile diarrheal disease, Q-Fever, Trichinosis, Cryptosporidiosis, and Giardiasis. Health effects generally include mild diarrhea, fever, headaches, vomiting, and muscle cramps. In more severe cases, however, these diseases may cause meningitis, hepatitis, reactive arthritis, mental retardation, miscarriages, and even death, particularly in the immunocompromised. (EPA 2005)

Human infection from zoonotic pathogens occurs through various routes, including contaminated air, contact with livestock animals or their waste, swimming in water impacted by animal feces, exposure to potential vectors (such as flies, mosquitoes, water fowl, and rodents), or consumption of food or water contaminated by animal wastes. Regulatory limits on the concentrations of pathogens in the environment protective of human health have not been established. Based on epidemiological evidence, the fecal indicator bacteria *E. voli* and enterococci provide the basis for local, state, and federal water quality regulations. (EPA 2005; LPE Learning Center 2019)

In general, agricultural soils tend to create relatively effective barriers by filtering pathogens/parasites from percolating water, thereby minimizing groundwater contamination. Important exceptions are sandy or rocky soils, which generally allow for greater infiltration of organisms through the soil profile than heavier soils. Movement of bacteria and viruses increases in saturated soils, and percolating water can provide a mechanism for downward movement. Additionally, plant roots tend to increase the movement of bacteria through soil (USDA 2000). Finally, improper installation of wells can allow for direct contamination of groundwater via the leaching of organisms along the well casing.

The survival of pathogens in manure varies by pathogen, environment, and temperature. It has been reported that Cryptosporidium oocysts<sup>9</sup> can survive up to two weeks in surface water. Other research reports have shown that E. coli can survive 84 days in manure. Generally speaking, microbial survival is lowest during times when the temperatures are high, sunlight is present, and the environment is dry. There may be higher proliferation of pathogens in manure slurry than dry manure (EPA 2005). Further, organisms are known to survive longer in the anaerobic state than in aeration. This is most likely because the generation of heat from bacterial breakdown of organic material in aerated material is sufficient to shorten bacterial life spans. (USDA 2000)

Several options are available for treatment of manure transferred from animal operations to minimize the presence of pathogens. These options include aerobic lagoons, anaerobic lagoons, controlled anaerobic digestion for methane, composting, and constructed wetlands. Pathogens can also be managed by cleaning pens regularly and keeping them dry (Augustin et al 2011). Therefore, good pathogen practice, such as cleaning clothing after working or visiting a dairy facility, tracking visitor activity, and cleaning, adequately drying, and disinfecting manure handling equipment can greatly reduce hazards related to pathogen outbreaks (Augustin et al 2011).

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<sup>&</sup>lt;sup>9</sup> Cryptosporidium is a protozoan parasite that causes a parasitic disease that affects the intestines. The parasite is transported in an oocyst, an environmentally hardy microbial cyst.

#### **ANTIBIOTICS**

Antibiotics are used in animal feeding operations and may appear in animal wastes. The practice of feeding antibiotics to poultry, swine, and cattle evolved from the 1949 discovery that the application of very low levels of antibiotics usually improved animal growth and development. The primary mechanisms of the elimination of antibiotics in animals are in the discharge of urine and bile. Essentially all of an antibiotic administered is eventually excreted, whether unchanged or in metabolite form. Little information is available regarding the concentrations of antibiotics in animal wastes, or on their fate and transport in the environment (EPA 2013; EPA 2018).

The industrialization of livestock production and the widespread use of non-therapeutic antibiotics has intensified the risk for the emergence of new, more virulent, or more resistant microorganisms. These have reduced the effectiveness of several classes of antibiotics for treating infections in both humans and livestock. A report issued by the U.S. Centers for Disease Control and Prevention states that more than 2.8 million antibiotic-resistant infections occur in the U.S. each year, and more than 35,000 people die as a result. Resistant germs can spread between animals and people through food or contact with animals (CDC 2020). However, microbial risk assessment is a complex and evolving discipline.

The Food and Drug Administration (FDA) issued guidance in April 2012 that sought to stop farmers and ranchers from feeding antibiotics to cattle, pigs, chickens and other animals simply to help the animals grow larger. Under a voluntary initiative, farmers and ranchers needed a prescription from a veterinarian before using antibiotics in farm animals. As of January 2017, the use of medically important antibiotics for growth promotion is no longer permitted by the FDA (USFDA 2024).

Dairies administer significantly less antibiotics proportionally per animal than other animal confinement facilities since most antibiotics are prohibited for use with lactating cows (Watanabe, et. al. 2010). Antibiotics are often only used to treat sick animals and are not routinely administrated, though some dairies may administer antibiotics to calves, heifers, and dry cows. Animals being treated with antibiotics are removed from the milking herd and isolated until treatment is completed. Waste milk from animals treated with antibiotics is commonly fed to calves. Additionally, waste from animals being treated with antibiotics is typically managed within the normal waste stream of a dairy. Therefore, environmental pathways that may allow antibiotics to be transported into groundwater include leakage from wastewater lagoons, leaching of manure applied to fields, and leaching from animal housing areas (Watanabe, et. al. 2010; Pollard and Morra 2017).

A study completed by University of California, Davis researchers investigated the use and occurrence of antibiotics in dairy confined animal feeding operations and their potential transport into first-encountered groundwater. The July 2010 study found that antibiotics were detected ubiquitously at the surface and in the waste stream of the dairy, but generally degraded in the top layers of soils. Even after decades of use, the study indicated that antibiotics are not generally transported in groundwater beyond the boundaries of the farms. Overall, the detection of several antibiotics in soil samples indicates that different antibiotic types move differently through the subsurface environment, and therefore all production areas of dairies could be considered a potential source of antibiotics in shallow groundwater. The study also suggested that proper dilution of lagoon water with irrigation water and controlling the loading rate of wastewater to cropped fields

could promote degradation and sorption<sup>10</sup>, and thereby attenuate the movement of certain types of antibiotics in the environment. The results of the study suggests that intensive sampling campaigns are necessary to properly evaluate animal farms as sources of antibiotics, and further studies would be required to determine specific best management practices for improved antibiotic attenuation. (Watanabe, et. al. 2010; Pollard and Morra 2017)

#### **PESTICIDES AND HORMONES**

Pesticides and hormones are compounds that are used in animal feeding operations and can be expected to appear in animal wastes. Both of these types of pollutants have been linked with endocrine (hormonal) disruption in humans and animals. Pesticides are applied to livestock to suppress houseflies and other pests, and are often used in the production of livestock feed. Little information is available regarding the concentrations of these compounds in animal wastes, or their fate/transport behavior and bioavailability in waste-amended soils (EPA 2018).

Specific hormones are used to increase productivity in the beef and dairy industries. Several studies have shown that hormones are present in animal manures in situations where hormones are fed or applied to animals. Most studies to date have evaluated poultry manure, which has been shown to contain both estrogen and testosterone. Runoff from fields with land-applied manure has been reported to contain estrogens, estradiol, progesterone, and testosterone, as well as their synthetic counterparts.

Recombinant Bovine Growth Hormone (rbGH or also known as Bovine Somatotropin or bST) is a genetically engineered copy of a naturally occurring hormone produced by cows. This hormone is used by some milk producers. The purpose of rbGH is to enable cows to produce more milk than they naturally produce. The hormone is destroyed in the cow's gut. The hormone is approved by the Federal Food and Drug Administration. This hormone is not used at the Antonio Azevedo Dairy #2 operations, nor would it be used with implementation of the dairy expansion project.

#### TRACE MINERALS

Trace mineral supplements are generally provided in the daily feed for the dairy herd and are essential for common biological processes. As evaluated in the EIR for the Merced County Animal Confinement Ordinance (Merced County 2002), approximately 90 to 95 percent of dairies in Merced County use feed additives for selenium (and other trace metals) because feed grown in much of Merced County is lacking in selenium. Trace minerals can improve herd health and efficiency, as research has shown that minerals can improve fertility, decrease infections, prevent lameness, and increase milk production. In most cases, trace elements are only partially absorbed by the cow, and some of the elements are excreted in the manure or urine. Through the application of wastewater and dry manure to cropland, trace minerals can accumulate in the soil.

Water contamination and plant toxicity are common detriments associated with a high concentration of metals. Most environmental concerns are focused on the over-application of nitrogen and phosphorous. However, other elements, currently not regulated in dairy manure, are routinely overfed, or have low absorption efficiency and may be excreted in large quantities in animal manure (Brock et. al. 2006; Indraratne et. al. 2021). Several studies have identified copper and zinc as a concern since they are frequent minerals used on the dairy herd and could accumulate in manure-

Sorption is the process by which one substance becomes attached to another.

amended fields. A reduced yield has been documented for various types of grasses and corn after application of copper to the soil (Flis et. al. 2006).

Possible strategies for minimizing excess minerals in the manure would be reducing the total amount of minerals in the ration or improving the efficiency of animal mineral use (using more bioavailable supplements). The National Research Council (NRC) requirements for dietary minerals have been found to be adequate for dairy cattle health, and any additional increase beyond NRC requirements in the diet is unnecessary (Brock et. al. 2006). The results from several studies suggest that reduction in the concentration of dietary minerals is potentially the most efficient way of reducing overall excretions and whole-farm surpluses of these minerals. Further, minerals in the water may affect excretion of them from the cows, and at some dairies, controlling water contributions when formulating animal diets could reduce the amount of minerals in manure and overall land application (Castillo et. al. 2007).

#### 10.3 ENVIRONMENTAL EFFECTS

#### 10.3.1 SIGNIFICANCE CRITERIA

As set forth in Appendix G to the State CEQA Guidelines, Section X, *Hydrology and Water Quality*, the following criteria have been established to quantify the impact of an adverse effect for evaluation pursuant to CEQA. A project would normally result in a significant impact if the project would:

- Violate any water quality standards or waste discharge requirements or otherwise substantially degrade surface or ground water quality. (*X.a*)
- Substantially decrease groundwater supplies or interfere with groundwater recharge such that the project may impede sustainable groundwater management of the basin. (X.b)
- Substantially alter the existing drainage pattern of the site or area, including through the alteration of the course of a stream or river or through the addition of impervious surfaces, in a manner which would:
  - $\rightarrow$  result in substantial erosion or siltation on- or off-site; (X.c.i)
  - $\rightarrow$  substantially increase the rate or amount of surface runoff in a manner which would result in flooding on- or off-site; (*X.c.ii*)
  - → create or contribute runoff water which would exceed the capacity of existing or planned stormwater drainage systems or provide substantial additional sources of polluted runoff; (X.c.iii)
  - $\rightarrow$  or impede or redirect flood flows. (*X.c.iv*)
- In flood hazard zones, risk release of pollutants due to project inundation. (X.d)
- Conflict with or obstruct implementation of a water quality control plan or sustainable groundwater management plan. (X.e)

An additional hydrology and water quality assessment criterion previously evaluated in the project IS/NOP include whether the project would:

• In tsunami or seiche zones, risk release of pollutants due to project inundation. (X.d)

Because the project site is located distant from the sea or any large reservoir, this impact was found to be less than significant in the IS/NOP (see Appendix A) and will not be evaluated further in this chapter.

#### 10.3.2 ENVIRONMENTAL IMPACTS

## PROPOSED PROJECT OPERATIONS AND NMP AND WMP SUMMARY

The project applicant has prepared a proposed NMP/WMP, dated 3/11/2020 and 12/07/2020, respectively, respectively, as required by the CVRWQCB General Order for Existing Milk Cow Dairies. A professional engineer registered in the State of California and a Certified Crop Advisor completed the required elements of the NMP/WMP. The NMP and WMP for the existing dairy operations, both dated 2018, were provided by the project applicant as representative of existing conditions on the dairy farm, and are used in this EIR to describe existing conditions for the project and establish a baseline for analysis. Since the existing operations at a dairy are a dynamic and varying set of physical conditions, the EIR also examines the previous five years (years 2019-2023) of Annual Reports submitted to the CVRWQCB as required by the Dairy General Order (see Appendix K for an expanded explanation of the baseline selected and a comparison of the 2018 Existing NMP and 2019-2023 Annual Reports operations). Based on this information, and in accordance with CEQA, the baseline herd to be used in this environmental analysis as determined by Merced County is the herd count at the time that the NOP is circulated, which is approximately 1,135 mature cows and 1,600 support stock, or a total of 2,735 cows, as generally reported in the 2018 Existing Conditions NMP and facility Annual Reports.

The existing dairy facilities consist of shade barns and corrals, shop, milking parlor, commodity barn, and wastewater pond (see Chapter 3, *Project Description*, of this EIR for additional information). Animal wastes from animal barns and other concrete-surfaced areas are flushed with recycled water to an on-site waste management system that consists of one wastewater storage pond (retention pond). The existing pond is earthen-lined. The area of active dairy facilities has been graded to direct corral runoff to the existing waste management system. Stormwater runoff from impervious surfaces and roofed areas is routed to the wastewater pond, except for rainwater from several animal shelter roofs, which would be routed to a nearby field. Recycled water is used to clean the milk parlor floor and is the source of sprinkler pen water.

Solid manure that accumulates within corrals would continue to be scraped and stock piled onsite. Dry manure would continue to be used for bedding; additional manure would be sold and hauled off site for use as fertilizer and soil amendments. As reported in the NMP, exported solid manure applied to off-site agricultural fields not owned by the project applicant would increase from 12,500 tons of solid manure (currently) to 30,600 tons of solid manure with the proposed expansion (approximately 36 percent of previously separated solids). While the exact location of these off-site cropland parcels may vary throughout operations, the disposal of manure at off-site locations and the acreage necessary to properly dispose of manure liquids and solids are accounted for in the project NMP.

The dairy facility uses groundwater resources for farm operations. Domestic water to the dairy barn and the four employee residences is provided by three on-site water wells. Irrigation water is supplied by groundwater from one irrigation well. Wastewater is mixed with irrigation water and applied to cropland. Receiving fields are graded to guide excess applied irrigation water to an existing tailwater return and/or retention system. Collected tailwater is either returned to the retention pond (Field 2), or retained by berms (Field 1). Field application of wastewater is via pipeline.

As shown in Table 3-3 of Chapter 3, *Project Description*, existing herd numbers at the Antonio Azevedo Dairy #2 include 2,735 cows, which would increase to 4,000 cows with the proposed expansion. The proposed project would include the addition of a new 68,000 square foot (1.6-acre) concrete manure storage area. Additional site improvements include a new mechanical separator (see Figure 3-6). No new buildings are proposed with this project. The existing wastewater storage pond is oversized for existing operations and sufficient to accommodate the proposed increase in wastewater.

Construction of the proposed manure storage area would result in the conversion of approximately two (2) acres of cropland on Field 2 (see Table 3-1 and Figure 3-7 of Chapter 3, *Project Description*). Therefore, total cropped acreage would be reduced from 82 acres to 80 acres with implementation of the proposed modification Crops grown on-site would continue to be used for dairy feed crops and supplement imported grain and hay. Silage piles would remain the same as existing operations.

According to the General Order, nitrogen application rates shall not result in total nitrogen applied to the land application areas exceeding 1.4 times the nitrogen that will be removed from the field in the harvested portion of the crop, unless plant tissue sampling identifies a need to increase fertilizer application of a specific crop. The whole farm nitrogen balance is a ratio that reflects the total nitrogen generated by the operation minus losses and exports, divided by the nitrogen removed by crops. The General Order requires that if the whole farm nitrogen balance is greater than 1.65, a

review must be made of nitrogen inputs and outputs at the facility to identify how to reduce inputs to meet the standard.

field nutrient balance ratio (applied to removed) = nitrogen applied (from irrigation/fertilizer/manure) ÷ total N removed by crops

 $\label{eq:whole farm nitrogen balance} whole farm nitrogen balance = \\ (N stored + N imported + atmospheric N - N exported) \div total N removed by crops$ 

Under existing conditions as reported in the April 2018 NMP total annual gross nitrogen generated by facility is estimated at 567,275.1 pounds/year. Nitrogen exports currently total 345,530.0 pounds/year. After ammonia losses, existing operations reflect a whole farm nitrogen balance ratio of 1.60.

With implementation of the proposed expansion as reported by the March 2020 proposed conditions NMP, total annual gross nitrogen generated by the expanded facility would increase to 1,121,823.4 pounds/year. A total of 746,737.6 pounds/year of nitrogen would be removed through nitrogen exports as solid manure. After ammonia losses, the whole farm balance ratio will be 1.34. Overall management of nitrogen on the farm, including increasing nitrogen exported, would result in a reduction in the whole farm nitrogen value.

Total process wastewater generated by the existing dairy operations includes 93,637 gallons per day of wastewater (approximately 34 million gallons per year) sent to the pond (which includes process water from the milkbarn and manure and bedding, rainfall runoff into ponds, and direct rainfall onto ponds). The proposed expanded dairy operations would generate approximately 113,673 gallons/day of wastewater (approximately 41 million gallons/year for a normal precipitation year). There would be a 7 million gallon per year increase in process wastewater generated with the proposed dairy expansion and sent to the pond. An increase in water use is related to an increase in milkbarn and

equipment water and other reusable water. Process wastewater from the pond would continue to be mixed with irrigation water and applied to crops.

The irrigation water demand of the existing farming operations is estimated by multiplying the croppable acres by the estimated average irrigation demand per acre. The existing NMP estimates an irrigation average demand of over 4 feet of water for cropped acres. There are approximately 82 acres single and double cropped with pasture, oats or corn and silage – soft dough, for a total irrigation demand of approximately 107 million gallons of water annually. The estimated wastewater component of the total irrigation demand for existing operations is estimated at 31 percent<sup>11</sup> of total water volume, not accounting for pond evaporation and evapotranspiration.

For the proposed expansion, total land application area would be reduced from 82 acres to 80 acres. The proposed NMP estimates an irrigation demand of over 4.5 feet of water for cropped acres. With the proposed changes in cropping patterns, the estimated crop water demand would stay at about the same at 117 million gallons of water annually (small increase from 107 to 117 million gallons). The estimated wastewater component of the total irrigation demand for proposed operations is estimated to be less than 35 percent<sup>12</sup> of total water volume, not accounting for pond evaporation and evapotranspiration.

In summary, the proposed NMP/WMP establishes the following required facility improvements for the herd and potential areas of sensitivity under the proposed expansion<sup>13</sup>:

- Proposed nutrient application rates meet required agronomic rates of 1.4 or less for best
  management farming practice mandated by the CVRWQCB. The applied-to-removed
  ratio for nitrogen under existing conditions is 1.39, and would decrease to 1.38 for
  proposed conditions. The whole farm nitrogen balance under existing conditions is 1.60
  and would decrease to 1.34 under proposed conditions.
- The recommended amount of salt applied to cropland will be provided in the future versions of the approved NMP for the dairy.
- Based on the amount of process wastewater generated and sent to the wastewater pond, the existing WMP shows 10,375,908 gallons of storage capacity required during normal precipitation periods, and the proposed WMP shows 12,772,892 gallons of storage capacity required. The 15,487,548 gallons of storage capacity for the one wastewater pond would be sufficient to permit storage of wastewater generated by the facility for a 120-day cycle during normal precipitation periods under both existing and proposed conditions. Pond freeboard capacity is used to address 100-year storm events. The existing pond is earthen-lined.
- A tailwater return and/or retention system is used to prevent the movement of water off site. Collected tailwater is retained by berm, or recycled and returned to the retention pond.

The estimated wastewater component for existing operations was determined by calculating the percentage of total irrigation water demand, 107 million gallons, provided by the wastewater generated per year, in this case 34 million gallons per year.

The estimated wastewater component for proposed operations was determined by calculating the percentage of total irrigation water demand, 117 million gallons, provided by the wastewater generated per year, in this case 41 million gallons/year.

These standards and improvements do not address potential environmental effects from the proposed expansion. For an evaluation of these effects and required additional mitigation, see Impacts HYD-1 through HYD-9 in Section 10.3.2 of this chapter.

- Stormwater runoff from impervious surfaces and roofed areas would continue to be routed to the wastewater pond, except for rainwater from several animal shelter roofs, which would be routed to a nearby field.
- The project site is in the Federal Emergency Management Agency (FEMA 2008) Zone A. Zone A is defined as an area subject to inundation by the 1 percent annual chance flood event. The Base Flood Elevation at the south dairy facility was determined to vary from approximately 144 feet MSL at the west boundary of the dairy production area to approximately 146 feet at the east boundary of the dairy production area. Portions of the dairy production area have elevations that are slightly lower than the estimated flood elevation and would be subject to inundation levels of approximately 1-foot or less.
- With construction of the proposed facilities, approximately 2 acres of cropped acreage would be converted to active dairy facilities. This leaves 80 acres of the fields receiving both wastewater and solid manure. Fields would be cropped in pasture, oats silage-soft dough, and corn silage. Future crops could vary from those discussed above as long as nitrogen balance requirements are met. Additional off-site fields not owned by the dairy operator could receive solid manure and wastewater as a purchased soil amendment.

The NMP demonstrates that the proposed dairy facility would, after off-site disposal of solid wastes, comply with the nitrogen loading groundwater protection requirements of the CVRWQCB and the Merced County ACO. The NMP shows the whole farm balance would be reduced from 1.60 at the existing dairy facility, to 1.34 with the proposed expansion, and that the whole farm balance ratio would remain below the regulatory limit of 1.65.

## Impact HYD-1: Degradation of water quality due to stormwater runoff during project construction (Criteria X.c.i, VII.b)

Construction of the proposed project could result in the erosion of on-site soils or the loss of topsoil, which could cause degradation of water quality in waterways draining the site by reducing the quality of storm water runoff during project construction. Because compliance with the SWRCB's Construction General Permit would reduce potential effects from stormwater runoff, this would be a less-than-significant impact.

The proposed facilities would be constructed either within within areas of cropland adjacent to existing facilities. Stormwater runoff during the construction period could result in the siltation and sedimentation of waterways draining the site, or in the transport of pollutants used during construction.

Construction activities disturbing one or more acres are required by the SWRCB to obtain a Construction General Permit (2022-0057-DWQ). The General Permit requires the development and implementation of a Storm Water Pollution Prevention Plan (SWPPP), which includes Best Management Practices described as Best Available Technology Economically Achievable (BAT) and Best Conventional Pollutant Control Technology (BCT) to protect storm water runoff. Adherence to the requirements of the State's Construction General Permit would satisfy Merced County stormwater management regulations set forth in Chapter 9.53 of the Merced County Code.

Compliance with the SWRCB's Construction General Permit and its requirement that a SWPPP be prepared and implemented would reduce potential effects from stormwater runoff. To ensure implementation of stormwater regulatory requirements and coordination with standard County

building review processes to reduce the potential water quality impacts during construction, the following mitigation measure would be recommended.

**Significance of Impact:** Less than significant.

### **Recommended Measure HYD-1:**

Prior to the initiation of any grading or construction, the applicant shall submit Permit Registration Documents (PRD) for the Construction General Permit Order (Order 2022-0057-DWQ) to the State Water Resources Control Board, and comply with, and implement, all requirements of the permit. The NPDES permit shall require implementation of Best Available Technology Economically Achievable (BAT) and Best Conventional Pollutant Control Technology (BCT) to reduce or eliminate pollutants in stormwater runoff. The NPDES permit shall also include any additional requirements necessary to achieve applicable water quality standards. The Construction General Permit requires a site-specific Storm Water Pollution Prevention Plan (SWPPP) to be developed by the discharger. The SWPPP must list any BMPs that the discharger will use to protect storm water runoff, and define the placement of identified BMPs. The SWPPP must be kept on-site, made available for review, and uploaded through the Stormwater Applications and Reports Tracking System (SMARTS). Proof of registration shall be submitted to the Merced County Building and Safety Division prior to the initiation of construction.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located within the project site. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Project compliance with SWRCB and Merced County regulations to avoid siltation effects would reduce construction effects from stormwater runoff this impact to less than significant and the proposed project construction effects would continue to be considered less than significant following implementation of the recommended measure.

**Implementation/Monitoring**: Implementation of the mitigation measure would be the responsibility of the project applicant. The Merced County Building and Safety Division and the SWRCB shall monitor for compliance. Implementation of HYD-1 shall occur prior to and during construction.

## Impact HYD-2: Degradation of surface water quality from dairy project operation (Criterion X.a)

The project could result in the degradation of surface water quality during project operations. One crop field associated with the existing and proposed expansion operations of the dairy are developed with an existing tailwater collection system, which would prevent discharge off site; however, one field requires tailwater return improvements to meet CVRWQCB and ACO requirements. This would be a significant impact.

There are no natural water features on the site. Deadman/Dutchman Creek runs in an east-west direction approximately 1.25 miles northeast of the project site. There is an existing irrigation system that consists of a surface flood system coupled with a tailwater return and/or retention system.

Collected tailwater is collected by berm, or recycled and returned to the retention pond. The tailwater return system is used to prevent the movement of water off site and allow the recycling of applied wastewater. The existing, extensive field ditch and berm system has been used to minimize irrigation water use and subsequently minimize the potential for runoff.

As required by the Dairy General Order WDRs, the dairy operator must document compliance with provisions to prevent backflow or direct discharge of wastewater to surface water resources. Locations of cross-connections with wastewater and surface water must be identified, along with how backflow can or does occur at each location, and any current backflow preventive measures. According to the project engineer, the potential for backflow has been evaluated and this survey has determined that there are no cross-connections on the site that would allow for direct discharge of wastewater into groundwater via backflow through water supply or irrigation supply wells. No surface water connections for irrigation are known to exist at the site at this time. However, Field 1 (west of the dairy production area) may not be in compliance with the Dairy General Order and ACO, which prohibit the discharge of any water that has come into contact with manure to any surface water. Field 1 currently uses a berm retention system without any tailwater return. The ACO requires that tailwater from cropland irrigated with liquid manure be returned to the animal confinement facility liquid manure management system (MCC 18.64.050 KK).

With regular inspection and water testing requirements, ongoing maintenance would occur for the wastewater application system and tailwater retention system to ensure the systems are working properly. The continued use of good farming practices and application of wastewater at agronomic rates detailed in the NMP and as required by the ACO and the individual WDRs would minimize potential impacts to surface water.

Due to the extensive tailwater retention/return system, the BMPs for liquid and solid manure application, and backflow prevention compliant with Dairy General Order requirements, limited surface water discharge from these manured fields is anticipated, and no increased adverse impacts to surface water would occur as a result of the proposed dairy expansion. However, because Field 1 of the Azevedo Dairy #2 may not be compliant with CVRWQCB and ACO rules and regulations to minimize impacts to surface water, the following measure would be required to ensure that the project applicant installs needed tailwater improvements prior to applying solid or liquid manure.

Significance of Impact: Significant.

### **Mitigation Measure HYD-2:**

Prior to herd expansion, the project operator shall not apply manure or wastewater to Field 1 until adequate tailwater improvements have been installed to prevent discharge to surface waters. Solid manure that would otherwise be applied to Field 1 shall be exported off site to maintain nutrient balance as reported in the NMP for the dairy. Following installation of the tailwater recovery system for Field 1 and prior to the dairy operator using this field for wastewater application, DEH shall inspect the adequacy of the return system.

**Potential Environmental Effects of Measure:** There are no physical improvements or activities that could result in changes to the physical environment required by this measure, and no additional impacts from implementing the measure would result.

**Significance after Mitigation:** Because the above mitigation measure would require corrective actions in order to comply with CVRWQCB and ACO rules and regulations prohibiting manure discharges to surface waters, potential impacts due to non-compliance would be reduced to less than significant.

**Implementation/Monitoring:** Implementation of the mitigation measure would be the responsibility of the project applicant. The Merced County DEH shall monitor for compliance. Implementation of HYD-2 shall occur prior to the herd expansion.

# Impact HYD-3: Groundwater contamination from expanded dairy project operations (Criterion X.a)

Expanded operations at the Antonio Azevedo Dairy #2 could result in degradation of groundwater resources. This would be a significant impact.

The proposed dairy has the potential to impact the underlying groundwater quality with the continued application of nutrients, salts, and other compounds. Based on the existing water quality data from project site domestic and irrigation wells, water quality was noted as below MCL for all water quality parameters tested (see Table 1 of Appendix I for water quality data). Overall, the project site wells demonstrated decent water quality. Regional groundwater quality also confirms the low Nitrate concentrations in this area. However, as stated by the CVRWQCB, data from existing wells may not be sufficient to adequately characterize existing conditions.

The Antonio Azevedo Dairy #2 is part of the Central Valley Dairy Representative Monitoring Program, developed in accordance with Dairy General Order requirements. As stated above, the CVDRMP has found that shallow groundwater has been affected across the Central Valley due to historic or current animal confinement operations, especially underlying cropland. One dairy included in the CVDRMP representative monitoring program within five miles of the Azevedo Dairy #2 showed nitrate ranges from 6.9 to 45 mg/L over the monitoring period. Sources of potential additional contamination from the expanded dairy are discussed below.

### Areas of Potential Groundwater Contamination from Waste Storage and Application on the Dairy

The Antonio Azevedo Dairy #2 Expansion project would concentrate animals and their wastes within the feeding areas, and to a lesser degree, within open corrals. Waste from the concrete lined feed lanes would be flushed to the on-site wastewater management system for storage in a pond as referenced in the existing and proposed WMP.

Wastewater Pond. The existing wastewater pond receives wastewater as described in the project NMP/WMP. According to the project applicant, the earthen-lined pond was constructed to the standards in place at the 1982 time of dairy construction. The existing dairy wastewater pond has the potential to impact groundwater because it contains elevated concentrations of inorganic and organic constituents, and because hydraulic pressure and gravity force liquids downward through soils to groundwater. However, since no changes to the existing pond construction or operation are proposed with the dairy modification, the hydraulic pressure within the existing pond and overall pond leakage would stay the same. Therefore, there would be no anticipated increase to groundwater quality impacts from the pond with implementation of the proposed project.

Corrals and Housing/Shade Barns. The dairy expansion would continue to use open-air, concrete-lined feed lanes which are roofed, where animals are fed and watered, and waste is collected. Outside of the feed lanes and covered loafing areas, cows are allowed to roam in uncovered areas where manure is collected twice per year, which meets Dairy General Order standards and minimizes the potential impact. Liquid discharge from corrals would continue to be minimal.

Crop Fields. Dry and/or liquid manure are used to fertilize dairy cropland. A tailwater collection system at Field 2 is used to prevent the movement of water off site and allow the recycling of applied wastewater. The applied-to-removed ratio for nitrogen under existing conditions is 1.39, and would decrease to 1.38 for proposed conditions. The proposed nutrient application rates meet required agronomic rates of 1.4 or less for best management farming practice mandated by the CVRWQCB. There would be no increase in potential for groundwater contamination from crop fields. While cropped acreage may vary for a dairy operation, cropping patterns and nutrient application and export can vary at the dairy operator's discretion as long as nutrient planning targets are met.

Farming cropping patterns, fresh water mix, and exportation of manure off site would result in a reduced whole farm nitrogen balance. The whole farm nitrogen balance ratio would be reduced from 1.60 at the existing dairy facility to 1.34 for the proposed operation.

### Potential Impacts from Wastewater Constituents

Field application of phosphorus, potassium, and salts are calculated and managed under the Dairy General Order. Salt tolerance of crops and yield reductions can vary depending on various factors, such as irrigation management, the crop being grown, and the site conditions. While the General Order does not regulate a nutrient balance ratio for phosphorus, potassium, and salts, it does require that if monitoring indicates levels of these elements are causing adverse impacts, then application rates must be adjusted downward to prevent or correct the problem. The intent of regulatory requirements is to implement operational improvements and monitor groundwater quality to assess impacts. Long-term groundwater and soil monitoring would be used to determine the success of the program on a regular basis and determine the need for additional action.

Despite attempts to apply dairy wastewater at agronomic rates, groundwater quality beneath crop fields may be impacted with continued land application of nutrients, salts, and other constituents. As discussed above, the CVDRMP monitoring has found that shallow groundwater has been affected in the project area and across the Central Valley due to historic or current dairy operations, especially beneath cropland. The NMP allows application of nitrogen at greater rates than the plant crops actually need, with a maximum of 1.4 times crop uptake. Additionally, imprecision and inefficiencies in wastewater application and variations in weather both can influence plant growth, and, thus, the uptake of nitrogen. For these reasons, over-application of nitrogen and other nutrients could occur. Also, applying manure with high organic nitrogen content may not meet a crop's nitrogen need during the most rapid growth stage, while exceeding the crop nitrogen uptake during the remainder of the crop's growing season, when the nitrogen may be subject to leaching (Bradford 2012). The existing on-site monitoring system, including installation and monitoring of groundwater monitoring wells if required, would be used to assess future changes in water quality, determine if further degradation occurs, and identify if application modifications would be necessary.

MCC Sections 18.64.050 D, E, F, G, H, J, K, M, N, O, P, Q, R, T, V, Z, AA, BB, CC, DD, EE, JJ, KK, LL, MM, NN, QQ; 18.64.060 A, B, C.8.d, D, E, F; and 18.64.070 A, D, E, G, H, I, K, L, M, P, Q, S, and T apply to this potential effect (see Appendix C). For a discussion of potential secondary impacts of off-site disposal of solid manure from the project, see Impact HYD-8 below.

### Needed Revisions to the Dairy General Order14

The CVRWQCB has stated the existing management practices under the NMP, WMP, and the Dairy General Order are not, nor have they been adequate to prevent groundwater pollution underlying dairy facilities and under lands receiving dairy wastes. The CVDRMP recommends several specific changes to the Dairy General Order, including replacing the current annual reporting method with a more consistent approach focused on achieving whole-farm balance. CVDRMP also recommends new methods for sampling liquid and solid manure and harvested crops, use of flowmeters for measuring applications of liquid manure, use of enhanced Irrigation and Nitrogen Management Plans (INMP), and new lagoon liner standards. CVDRMP recommends additional voluntary education for dairy operators in the area of improving nitrogen use efficiency (NUE), which could cover subjects such as training on how to properly use flowmeters, proper manure and harvest sampling techniques, how to use new reporting methods, strategies for increasing irrigation efficiency and distribution uniformity, introduction to innovative irrigation systems, manure management alternative strategies, available grant funding and more. CVDRMP also recommends continued groundwater monitoring to watch trends over time, but at reduced frequency. (CVDRMP 2019)

The CVDRMP has stated that exporting excess manure nitrogen to non-dairy cropland could be hampered by several factors, including demand for raw manure being limited because of concerns about pathogens, which compromise food safety, and weed seeds. Composting can address these concerns by destroying weed seeds and pathogens, but leads to additional costs, air emissions of volatile organic compounds (VOC) and ammonia that contribute to regional air pollution, regulatory barriers (e.g., air permitting) and uncertain markets and pricing. There is potential to produce other value-added manure-based products, such as fertilizer pellets, but technologies to do so are still being developed and there is significant uncertainty related to potential markets, economic and technical feasibility and potential regulatory barriers. (CVDRMP 2019)

New technologies are developing that could more easily extract nitrogen from liquid manure to facilitate export, but their economic and technical feasibility remains untested in California. Some technologies and practices exist, such as vermiculture (cultivating worms in a bed of organic material to which diluted liquid manure is added) that could denitrify manure on the dairy, converting reactive nitrogen compounds into harmless, inert nitrogen gas. However, vermiculture comes with high costs and its ability to generate offsetting revenue streams has not yet been demonstrated, especially in California. (CVDRMP 2019)

As of the date of this EIR (October 2024), the California Water Board has issued a Draft Order in which the State Water Board reviews the existing Dairy General Order, and concludes the Dairy General WDRs should be remanded to the CVRWQCB for reconsideration and revisions. Accessed on October 3, 2024 at: <a href="https://content.govdelivery.com/attachments/CAWRCB/2024/10/01/file">https://content.govdelivery.com/attachments/CAWRCB/2024/10/01/file</a> attachments/3017958/Draft%20Dairy%20Order October%201%202024 ADA.pdf>

The CVDRMP states that a central goal of the new system is to develop clear manure nitrogen export targets for dairies, while allowing time for them to learn about their options and progress toward achieving a whole-farm balance. CVDRMP proposes that reporting of actual nitrogen exports be phased in over time with known future milestones, so that dairy operators can immediately understand the need to act, while allowing them time to consider options. Thus, time schedules for achieving whole farm N balance are a necessary component of the recommendation. (CVDRMP 2019)

## Feasibility of Implementing CVDRMP Recommendations as Project-Level Mitigation

The CVDRMP has stated that: "since adoption of the Dairy Order, a growing body of evidence has suggested that currently available and feasible agricultural technology and practices cannot be expected to eliminate discharges into groundwater from dairies, nor alter volume or character of those discharges so that they are at or below some applicable water quality objectives. Likewise, currently available and feasible technologies and practices are not expected to result in returning groundwater quality to drinking water standards in many aquifers" (CVDRMP 2019). Even with revision of the Dairy General Order, and implementation of identified efforts, the CV-SALTS technical studies have found that it is not feasible to meet nitrate Water Quality Objectives within the region within 10 years. Further still, CV-SALTS technical studies "suggested that in some areas, even if all farming was permanently stopped, it would take many decades for groundwater nitrate-N concentrations in the production aquifer to decline below the Maximum Contamination Limit of 10 mg/L" (CVDRMP 2019).

The CVDRMP states that practices to reduce impacts from nitrate leaching must be implemented at all dairies represented by the CVDRMP and should not be based on monitoring well levels. This does not mean that exactly the same measures would be performed to the same degree at every dairy facility; rather, it will depend on site-specific conditions. Revision of the Dairy General Order is required to facilitate implementation of CVDRMP recommended measures across the Basin. The Basin Plan amendments (2020 Resolution R5-2020-0057) attempt to strike a balance between the need for the Central Valley to maintain the economic viability of farming while progressively improving management practices – even if those practices are not yet capable of restoring groundwater aquifers to drinking water quality. The CVDRMP recommends that the Basin Plan shift in policy should be addressed in the revised Dairy General Order, and that a staged, collaborative effort between the dairy community, various government agencies, academia and supporting industries is required to implement these changes to the dairy industry.

It is not feasible for one dairy operation in Merced County, such as the Antonio Azevedo Dairy #2 Expansion project, to develop and implement appropriate measures identified by the CVDRMP before a unified approach is adopted by the CVRWQCB. It is unlikely that any such measures could be determined effective based on the uncertainty of project-level impacts to the larger aquifer. CEQA Guidelines Section 15130(c) notes that sometimes the only feasible mitigation for cumulative impacts may involve the adoption of ordinances or regulations rather than the imposition of conditions on a project-by-project basis. Given the uncertainties in identifying, let alone quantifying the impact of any single project on groundwater quality, and the good-faith efforts made to reduce water quality impacts from the project through implementation of the ACO and existing General Order regulations, in accordance with CEQA Section 15130, any further feasible water quality controls would be accomplished through CVRWQCB regulations adopted in a revised Dairy General Order.

### Nitrate Reduction Program

The California CV-SALTS control efforts will be used to assess impacts related to Nitrate, EC, and other salt indicators in the future. As a member of the CVDRMP, the Azevedo Dairy #2 participates in the CV-SALTS program, which is currently funding a 10- to 15-year comprehensive study and analysis to define long-term salt management actions. The Salt and Nitrate Control Programs permit managed degradation of regional waters by salts and nitrate, respectively.

To address drinking water needs at a local level, the Nitrate Control Program is a prioritized program that will require facilities that discharge nitrates at levels that are causing exceedances of drinking water standards (including most dairies) to upgrade their facilities and/or waste management practices over a timeframe that may extend as long as 35 years. While upgrades are being developed and implemented, facilities responsible for adverse nitrate impacts are required to supply impacted communities with replacement drinking water. The Antonio Azevedo Dairy #2 Expansion project is located in Priority Area 2 for nitrate management in the Nitrate Control Plan. The Nitrate Control Program has officially initiated the second stage in Priority 2 areas. In each of the basins, a new Management Zone and collaboratives are being developed to begin planning and early actions in the Priority 2 areas. The collaboratives will be charged with developing and implementing action plans to provide safe drinking water, reducing nitrate impacts, and restoring groundwater quality. In accordance with the Nitrate Control Program, the Azevedo Dairy #2 will be required to actively participate in the applicable Management Zone or, alternatively, implement Individual Permitting Approach requirements, and will be required to maintain compliance with the requirements of the Nitrate Control Program. See Section 10.1.2 above for additional discussion of the Salt and Nitrate Control Program.

#### Conclusion

The potential impact to groundwater quality is demonstrated by the sporadic values for the indicator parameters from the on-site domestic and irrigation wells. EC and Nitrate as N was reported below the MCL for all wells. Area groundwater quality reported by the 2022 GSP depicts low impacts to groundwater.

The proposed project as planned would be required to use BMPs, and engineering, and design measures consistent with existing local and state regulations. Construction of the proposed dairy facilities is not anticipated to significantly increase the potential for impacts to groundwater quality, though based on data from the CVDRMP, continued land application of nutrients, salts, and other constituents from dairy operations may impact the underlying groundwater quality. Because of the elevated nitrate levels from agricultural operations in general in the Central Valley, the following Mitigation Measure HYD-3a should be implemented by the CVRWQCB. In the absence of effective regulation by the CVRWQCB as required under Mitigation Measure HYD-3a, the project applicant or any successor in interest shall implement Mitigation Measures HYD-3b through HYD-3k to reduce, but not eliminate, adverse effects.

**Significance of Impact:** Significant.

## Mitigation Measure HYD-3a:

Based on the results of the CVDRMP study, the CVRWQCB should develop a revised Dairy General Order, or similar regulation, with updated standards that apply to all confined animal facilities within the Central Valley. The revised Dairy General Order should re-examine seepage rates from all areas, including but not limited to corrals, wastewater ponds, and application fields; maximum permeability rates for areas that require lining to prevent groundwater degradation; and implementation of an antidegradation policy for groundwater. The revised Dairy General Order requirements would apply to the Antonio Azevedo Dairy #2 Expansion project. The revised Dairy General Order, individual WDRs, or similar discretionary entitlements shall be issued by the CVRWQCB prior to the proposed expansion of the herd.

Should the CVRWQCB not develop and implement a revised General Order, or similar discretionary entitlements, then HYD-3b through HYD-3k below must be implemented.

### Mitigation Measure HYD-3b:

The following Best Management Practices shall be implemented as applicable:

- 1. Positive drainage shall be included in project design and construction to ensure that excessive ponding does not occur. The design shall comply with Title 3, Division 2, Chapter 1, Article 22, Section 646.1 of the Food and Agriculture Code for construction and maintenance of dairy or facility surroundings, corrals, and ramps, as described below.
- 2. Dirt or unpaved corrals, or unpaved lanes, shall not be located closer than 25 feet from the milking barn or closer than 50 feet from the milk house. Corral drainage must be provided.
- 3. A paved (concrete or equivalent) ramp or corral shall be provided to allow the animals to enter and leave the milking barn. This paved area shall be curbed (minimum of 6 inches high and 6 inches wide) and sloped to a drain. Cow washing areas shall be paved (concrete or equivalent) and sloped to a drain. The perimeter of the area shall be constructed in a manner that will retain the wash water to a paved drained area. Paved access shall be provided to permanent feed racks, mangers, and water troughs. Water troughs shall be provided with: (1) a drain to carry the water from the corrals; and (2) pavement (concrete or equivalent) which is at least 10 feet wide at the drinking area.
- 4. The cow standing platform at permanent feed racks shall be paved with concrete or equivalent for at least 10 feet back of the stanchion line.
- 5. As unpaved areas are cleaned, depressions tend to form, allowing ponding and increased infiltration. Regular maintenance shall include filling of depressions. Personnel shall be taught the correct use of manure collection machines (wheel loaders or elevating scrapers).

### Mitigation Measure HYD-3c:

The CVRWQCB should issue interim individual WDRs or other type of discretionary permit for the proposed dairy expansion based on the CVDRMP study. The applicant shall comply with requirements of the NMP/WMP, implement CVRWQCB requirements included in the interim individual WDR for the proposed dairy expansion, and with all Merced County ACO requirements not superseded by the conditions of the individual WDR. The interim individual WDRs or similar requirements shall be issued by the CVRWQCB prior to the proposed expansion of the herd.

## Mitigation Measure HYD-3d:

As set forth in the NMP, proposed application rates of liquid and/or solid manure shall not exceed agronomic rates. Nutrient samples shall be collected prior to and during applications periods to confirm agronomic rates within all portions of cropped areas receiving manure, and to protect water supplies. A Sampling and Analysis Plan in the NMP shall include soil testing frequency for nitrogen, potassium, phosphorus, and salts. Modifications to the NMP may be required as outlined in the interim individual WDR for the proposed dairy expansion to be issued by the CVRWQCB.

### Mitigation Measure HYD-3e:

The applicant shall comply with the Salt and Nitrate Control Program requirements to protect surface waters and groundwater from salts and nitrates in wastewater, as set forth in Board Resolution R5-2018-0034 and Resolution R5-2020-0057 (Basin Plan Amendments implementing CV-SALTS). Since the dairy is a member of the Central Valley Dairy Representative Monitoring Program, and the CVDRMP has committed to participate in the Salt Control Program on behalf of its members, the applicant is not required to take further action to comply with the Salt Control Program as of the date of this EIR, but may be required to do so in the future. Similarly, the Azevedo Dairy #2 has been issued a Notice to Comply for the Nitrate Control Program, and will be required to comply with the action plan to be developed its Management Zone. These management practices and/or facility upgrades will be implemented over a timeframe that may extend as long as 35 years. By participating in these programs, the merged dairy will comply with the regulatory requirements established by both the Salt and Nitrate Control Programs.

### Mitigation Measure HYD-3f:

Because the Azevedo Dairy #2 is a member of a Groundwater Monitoring Coalition, no site-specific shallow groundwater monitoring system has been implemented at the dairy. As a condition of the interim individual WDR issued for the facility, the CVRWQCB may require shallow groundwater monitoring wells to be installed and monitored or require the facility to contribute to a regional representative groundwater monitoring system to confirm water table gradients and water quality variations. Monitoring well requirements and a monitoring schedule shall be included in the interim individual WDR issued for the facility. The resulting groundwater monitoring objectives for either the regional program or individual site shall be used to assess and mitigate groundwater impacts.

#### Mitigation Measure HYD-3g:

Groundwater monitoring of the on-site domestic and irrigation wells as required under the General Order shall be completed by the dairy operator. Potential future groundwater monitoring wells may be sampled as required by the interim individual WDR, or depending on the success of the regional representative monitoring program. If appropriate, surrounding properties with domestic water supply wells within 500 feet of the land application property could be considered for sampling for nitrate and E.C. at a minimum. A well monitoring schedule shall be incorporated into the interim individual WDR issued for the facility.

### Mitigation Measure HYD-3h:

After project implementation and subsequent groundwater monitoring, if the dairy shows increased concentration in groundwater of constituents of concern, additional manure exportation, a reduction in herd size, or additional crop acres may be necessary to accommodate the proposed dairy expansion. A new Report of Waste Discharge (ROWD) may be required by the CVRWQCB. The ROWD shall clearly demonstrate that the herd size will not constitute a threat to groundwater quality. If necessary, the CVRWQCB shall revise the interim individual WDR issued to the facility.

### Mitigation Measure HYD-3i:

The Department of Community and Economic Development and the Division of Environmental Health shall make a final inspection of the facility prior to the commencement of expanded operations to confirm the dairy meets local and state requirements.

### Mitigation Measure HYD-3j:

During construction, all soils that contain manure or process water residue shall be maintained on the project site.

Potential Environmental Effects of Measure: Most physical improvements or activities that could result in changes to the physical environment required by this measure will be located within the project site, though some components of Mitigation Measure HYD-3g may have components that would be located outside the project site. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR, or construction of surface water protection, such as berms, or installation of well backflow protection at additional cropland locations would result in less-than-significant environmental effects.

## **Significance after Mitigation**: Significant and Unavoidable.

As stated above, construction of the proposed dairy facilities would not increase the potential for impacts to groundwater quality. Mitigation Measures HYD-3a-j reinforce ACO and General Order requirements to quantify and evaluate water quality and determine necessary measures to remediate water quality conditions as required to meet water quality standards. It includes monitoring of the effectiveness of implemented measures, and modification or addition of measures if water quality problems persist. Compliance with applicable requirements would reduce project impacts to groundwater quality. However, because of the demonstrated history of groundwater contamination as a result of animal confinement facilities, and the above-stated mitigation measures are within the responsibility and jurisdiction of other public agencies and not the County of Merced, potential impacts to groundwater quality would be significant and unavoidable.

Implementation/Monitoring: Implementation of MM HYD-3a would be the responsibility of the CVRWQCB. The timing of implementation of HYD-3a is currently unknown. Should the CVRWQCB not develop and implement a revised General Order, then HYD-3b through HYD-3j must be implemented. Implementation of these remaining measures would be the responsibility of the project applicant. The Merced County Division of Environmental Health, Department of Community and Economic Development, and the CVRWQCB shall monitor for compliance. Implementation of HYD-3b and HYD-3c shall occur prior to herd expansion and throughout ongoing operations. Implementation of HYD-3f, HYD-3g, and HYD-3h shall occur throughout ongoing operations. Implementation of HYD-3e shall occur prior to final inspection or initiation of new operations, and throughout ongoing operations. Implementation of HYD-3i shall occur prior to final inspection or initiation of new operations. Implementation of HYD-3j shall occur during construction.

## Impact HYD-4: Decrease groundwater supplies (Criterion X.b)

Implementation of the proposed project may result in the decrease of groundwater supplies since there would be an increase in groundwater use with the proposed dairy expansion and increased drinking water use by the herd. However, because the majority of the water would be used for irrigation and would contribute to groundwater recharge, this would be a less-than-significant impact.

Area knowledge and DWR hydrographs indicate that groundwater may exist within sand units found less than 100 feet bgs. First encountered groundwater is anticipated to be found in unconfined aquifers within laterally extensive sands units or as isolated perched units, significantly above the reported levels. As set forth in the Merced Groundwater Subbasin GSP, historical groundwater levels show a decline in groundwater elevations, followed by water level recovery. Irrigation return flows, including recharge of applied surface water in the western Subbasin, is a source of recharge to the Merced Subbasin (Merced SGMA 2022).

Dairy cows require large amounts of water daily. While 10 to 20 percent of the daily water requirements come from feed, lactating cows require anywhere from 18 to 40 gallons of drinking water per day, depending on the type of feed, as higher levels of water intake would be required for an all-hay ration. Severe water restriction can have a marked impact on productivity and feeding behavior of the herd. For the Azevedo Dairy #2, drinking water for the dairy herd would continue to be derived from groundwater. Based on the proposed increase of 1,265 cows, and using an average estimated water consumption, there would be an estimated associated increase of 55,689 gallons/day of drinking water required over existing conditions, or approximately 20.3 million gallons annually (Kononoff, J. and J. Clark 2017) (see Table 10-1).

Table 10-1 Estimated Drinking Water Requirements for the Herd for the Azevedo Dairy #2 Expansion							
Livestock Class	Water Requirements (gallons/day)		Existing Herd	Estimated Water Consumption (gallons/day)	Proposed Herd	Estimated Water Consumption (gallons/day)	
	(min)	(max)	(ave)		(ave)		(ave)
Milk Cows	18.0	40.0	29	1,135	32,915	3,000	87,000
Dry Cows	9.0	13.0	11	0	0	500	5,500
Bred Heifers (15-24 mo.)	5.9	9.6	7.75	450	3,488	500	3,875
Heifers (7-14 mo.)	3.8	4.6	4.2	575	2,415	0	0
Calves (4-6 mo.)	3.0	3.5	3.25	575	1,869	0	0
Calves (0-3 mo.)	1.3	2.8	2.05	0	0	0	0
Total				40,686		96,375	
				Gallons/Day		Gallons/Year	
Increment of Increase				55,689 (ave)		20,326,394 (ave)	

Notes: min = minimum; max = maximum; ave = average Source: Kononoff, J. and J. Clark 2017; Planning Partners 2024.

There is a significant amount of water used in the milking cycle. Water use in the milk parlor generally includes washing cow udders before milking, using sprinklers to keep cows cool in order to enhance milk production, cleaning holding pens and parlor areas, and washing milk lines and equipment. These actions are repeated with each milking cycle. There are several options for dairy farms to improve water use efficiency and conservation, depending on the farm operations and overall needs. By maintaining clean stalls and alleys and practicing good bedding management, the animals are cleaner and the need for udder rinsing is reduced. Additional best management practices in the milk parlor can include regular inspections of water hoses, scraping manure from the parlor floors before spraying, and using recycled water from the plate coolers or from the pipeline wash in the milk house (Castillo and Burrow 2008; Holmes and Struss 2009).

Currently, the process wastewater generated from daily water use from the milkhouse equipment and floor wash at the Azevedo Dairy #2 is 16.6 million gallons annually<sup>15</sup>. With increased efficiencies in the milk barn, the proposed expansion process wastewater generated would increase to only 16.9 million gallons annually (there would be an increase in plate cooler water, sprinkler pen water, and other reusable water, while milkbarn floor wash and pipeline wash would decrease due to increased efficiencies). This water is sourced from the domestic dairy groundwater well. While there would be an increase of approximately 0.3 million gallons annually in milkbarn wastewater generated and overall groundwater use at the milkbarn, the increased volume of diluted process wastewater would be used for continued irrigation of dairy cropland<sup>16</sup>. Therefore, the increase in water use at the dairy production area would result in a minor offset in irrigation deliveries at the cropland. Using the existing 34 million gallons and proposed 41 million gallons of process water from the ponds annually<sup>17</sup>, the total irrigation demand provided from wastewater from the milkbarn would increase from 31 percent to 35 percent of total water volume with the proposed dairy expansion, not accounting for pond evaporation and evapotranspiration.

The Azevedo Dairy #2 Expansion would continue to rely on groundwater and wastewater recycling for irrigation. No new irrigation wells are proposed as part of the dairy expansion project. With implementation of the proposed dairy expansion, the overall acreage for the land application area would decrease from 82 acres to 80 acres. With the proposed changes in cropping patterns, the estimated crop water demand would increase from 107 million gallons to 117 million gallons of water annually, or an increase of approximately 10 million gallons annually.

Considering the increased groundwater use for drinking water (20.3 million gallons per year) and at the milkbarn (increase of 0.3 million gallons per year), there would be a potential overall increase in groundwater extraction of 20.6 million gallons per year at the milkbarn. The proposed project would result in an increase in water required for irrigating cropland (increase of 10 million gallons per year). Therefore, while the proposed dairy expansion would result in an overall increase in groundwater extraction per year, and there would be a small increase in water required for irrigating cropland, the

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Animal wastes from animal barns and other concrete-surfaced areas are flushed with recycled water to the on-site waste management system, and recycled water is used to clean the milk parlor floor and is the source of sprinkler pen water.

As noted above, the proposed nutrient application rates meet required agronomic rates of 1.4 or less for best management farming practice mandated by the CVRWQCB.

This includes process water from the milkbarn and manure and bedding, rainfall runoff into ponds, and direct rainfall onto ponds.

7 million gallons of increased process wastewater available would be used for continued irrigation of dairy cropland and would contribute to groundwater recharge via irrigation percolation.

The Merced Groundwater Subbasin is identified by the California Department of Water Resources as critically overdrafted, and is considered a high priority groundwater basin. The Sustainable Groundwater Management Act (SGMA) of 2014 (as amended) allows customized groundwater sustainability plans (GSP) to be designed by groundwater sustainability agencies (GSA) to manage groundwater resources while being sensitive to local economic and environmental needs. The goal of SGMA is to have sustainably managed groundwater within 20 years of the initial GSP submittal and maintain sustainability for a 50-year planning and implementation horizon.

The Merced Groundwater Subbasin Groundwater Sustainability Plan was adopted in November 2019 and submitted to the California DWR by the January 31, 2020 deadline. The GSP was revised in July 2022 in response to DWR's evaluation of the January 2020 GSP. The revised GSP is currently being implemented.

The Merced GSA's current knowledge and understanding is that, on average, the western area of the Subbasin is a net recharger of the aquifer. As stated above, the MSGSA has adopted a Two Phased GSP Implementation Approach, focusing on land repurposing as a near-term option to achieve the Water Year 2025 objective, combined with importing surface water in the GSA (flood waters or purchased water).

As referenced in the 2022 GSP, groundwater depressions are minimally impacted in the subbasin area around the Azevedo Dairy #2. Individual project increases in beneficial water use such as the Azevedo Dairy #2 Expansion are not anticipated to have significant impacts to the overall groundwater basin. While water resources and water use in the subbasin may change over time, the proposed project would be subject to the requirements of the GSP as adopted and revised in the future, to be implemented by the GSA in order to achieve the sustainability goals for the Merced Subbasin, and to avoid undesirable results as required by SGMA regulations. The GSP plans include primarily groundwater recharge projects, but water allocations determinations may include specific dairy operation elements, such a water usage and demand reduction incentive for dairy milk houses. Should these allocation determinations occur, the Azevedo Dairy #2 would be expected to comply with all applicable requirements of the GSP as revised.

The closest public water system is the Yosemite Valley Beef Packing Co Inc. non-transient non-community water system<sup>18</sup>, located approximately 0.7 miles to the northeast of the project site (SWRCB 2024). Since it is not anticipated that the dairy expansion project would affect the broader groundwater basin levels or overdraft conditions, and there are no existing public water systems located in the immediate project vicinity, the proposed increase in water use is not anticipated to affect nearby water systems.

While the proposed dairy expansion would result in an increase in water use predominantly from drinking water for the cows, there would be an increase in process water generated and used for irrigation, which could result in groundwater recharge via irrigation percolation; therefore, it is not anticipated that the dairy expansion project would affect the broader groundwater basin levels or overdraft conditions. In addition, the proposed dairy expansion would be required to comply with

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Community water systems are city, county, regulated utilities, regional water systems and even small water companies where people live.

any applicable measures or programs of the GSP, as adopted or revised in the future. Therefore, impacts from groundwater depletion from this operation would be considered less than significant.

**Significance of Impact**: Less than significant.

Mitigation Measure HYD-4: None required.

# Impact HYD-5: Modification of surface water drainage patterns and an increase in runoff (Criteria X.c.ii and X.c.iii)

Implementation of the proposed dairy project would modify surface water drainage patterns, which could cause localized off-site migration of runoff, erosion, and/or flooding. However, because all stormwater generated by the project would be collected and maintained within the project proponent's larger property, this would be a less-than-significant impact.

Construction activities are proposed for the expansion project and would result in the conversion of two acres of cropland to dairy facility footprint. The facility includes an existing irrigation and tailwater return and/or retention system for the land application areas that minimizes the potential for runoff. Stormwater generated at the project site is collected and routed to the existing on-site pond, which would continue with project implementation, except for rainwater from several animal shelter roofs, which would be routed to a nearby field and irrigation pipelines. Because stormwater generated by the project would be collected and maintained within the project proponent's larger property, no additional drainage would reach regional waterways as a result of the project. Run-on and runoff water would be prevented from entering or leaving the facility.

The project site is located in a potential 100-year flood hazard zone identified by FEMA as Zone A. While the proposed dairy expansion facilities would be constructed within Flood Zone A, the dairy facility is not a high-density land use that would impede or redirect flood flows. Therefore, implementation of the proposed dairy expansion project would not impede or redirect flood flows.

Sections 18.64.050 E and I of the ACO require that all wastewater or stormwater that has come into contact with manure be maintained on the project site, or applied to other sites only upon written approval of the landowner. MCC Section 18.64.050 G requires notification of Merced County DEH for any off-site discharge of wastewater. Chapter 18.64.050 BB requires application of manure at agronomic rates. Additionally, MCC Section 18.64.050 O requires a separation of at least 100 feet between waste application areas and any surface water feature. However, application of manure (liquid or dry) may be closer than 100 feet to a surface water body or irrigation well if adequate protection to the surface water body or irrigation well is provided. The CVRWQCB's Dairy General Order (Order R5-2013-0122) requires a 100-foot buffer between land application areas and surface water, or if not, it requires that "a 35-foot-wide vegetated buffer or physical barrier is substituted for the 100-foot setback or alternative conservation practices or field-specific conditions will provide pollutant reductions equivalent or better than the reductions achieved by the 100-foot setback". MCC Section 18.64.070 M requires a separation of at least 50 feet between waste management ponds and settling basins and any public irrigation facilities, with a maintained drainage area between the two facilities. As noted in the DEH inspection, the Azevedo Dairy #2 is in substantial compliance with ACO requirements.

Under State regulations and according to the WMP, the Antonio Azevedo Dairy #2 has been designed to retain all facility wastewater generated, together with all precipitation on, and drainage through, manured areas during a 100-year, 24-hour storm event, including a 120-day storage period. All precipitation and surface drainage outside of manured areas would be diverted away from manured areas unless it would be fully retained (CCR Title 27, Division 2, Subdivision 1 22562(a)). On-going maintenance inspections of the storage pond as outlined in the WMP Operation and Maintenance Plan, and the installation of any needed repairs or upgrades would ensure compliance with stormwater retention requirements.

The runoff from increased impervious surfaces outside of manured areas may be substantial during intense storm events. However, the annual rainfall for the project area is relatively low, and under normal circumstances, little runoff would be expected. Conformance with the County ACO requirements and individual WDR process would reduce surface drainage impacts associated with runoff from dairy facilities to a less than significant level. Additional regulatory requirements for the proposed dairy expansion may be included in the individual WDR issued by the CVRWQCB for the facility. Because all stormwater generated by the project would be collected and maintained within the project proponent's larger property, no adverse effects due to runoff would occur and no mitigation would be necessary.

**Significance of Impact:** Less than significant.

Mitigation Measure HYD-5: None required.

## Impact HYD-6: Risk release of pollutants due to project inundation in flood zones (Criteria X.a, X.c.iv, and X.d)

The project site could be subject to a flood event, during which dairy facilities could be damaged, or floodwaters could inundate dairy facilities and fields where wet or dry manure had been applied, causing impacts to surface water quality. Portions of the existing dairy facilities are below the Base Flood Elevation level and could be subject to inundation levels of approximately 1-foot or less, and the facility would require improvements to meet the flood protection criteria of the General Order. This would be a significant impact.

Dairies located within flood hazard zones could be damaged by floodwaters, or could be required to shut down for extended periods. Flood waters could mingle with wet or dry manure storage areas at the facilities, cause releases of process water from ponds, and/or come into contact with freshly applied manure on fields, impacting surface water quality. The project site is located in a potential 100-year flood hazard zone identified by FEMA as Zone A. Within Merced County, no base flood elevations have been determined in areas designated as Zone A.

The Merced County floodplain management ordinance (MCC Chapter 18.26) meets the minimum federal standard for participation in the National Flood Insurance Program. This ordinance requires that the base flood elevation on a project site be established, that structures be flood proofed, and that a development permit demonstrating compliance with the provisions of the floodplain management ordinance be obtained prior to the initiation of construction. In addition, Section 18.64.050 Q of the Animal Confinement Ordinance requires that all new facilities be protected against the 100-year flood hazards. The General Order also requires in the WMP an evaluation of

the dairy's design, construction, operation, and maintenance for flood protection. Compliance with Merced County and General Order regulations regarding floodplain management would provide protection of active dairy facilities from flood inundation.

For non-residential structures, an elevation certificate or a flood proofing certificate is required in accordance with Section 18.26.050 of the Merced County Code. A Flood Protection Analysis was completed for the Antonio Azevedo Dairy #2 and included as part of the proposed WMP (see Appendix J). The Flood Protection Analysis shows the dairy footprint within the Zone A designation, and estimated a base flood elevation of 144 feet MSL at the west boundary of the dairy production area to approximately 146 feet at the east boundary of the dairy production area. Most of the existing dairy production area was constructed above existing grade and above the estimated flood elevation. However, portions of the dairy production area have elevations that are slightly lower than the estimated flood elevation and would be subject to inundation levels of approximately 1-foot or less. These areas are the eastern portions of the corrals, eastern portions of the two largest animal housing structures, and the feed storage area. The proposed mechanical separator and concrete manure storage area would be constructed above the estimated flood elevation.

In accordance with Merced County flood requirements, all future buildings on the Antonio Azevedo Dairy #2 with three or more walls would need to have the finished floor at or above the base flood elevation, or buildings can be flood proofed up to the Base Flood Elevation (BFE) and provided with adequate venting (one square inch of vent per square foot of building). Any remodeled or improved buildings where the value of the improvement is more than 50 percent of the preconstruction value of said building would also be required to meet the BFE requirement. The Flood Protection Analysis prepared for the Azevedo Dairy #2 includes a Conceptual Grading and Flood Protection Plan that demonstrates how flood protection can be provided at the dairy facilities potentially subject to inundation. Additional assessment and certification of the flood protection plan may be required in accordance with MCC Section 18.26.050.

Manure and process water applied to fields may contain substantial quantities of nutrients (e.g., nitrogen and phosphorus) and microorganisms, including pathogens (disease causing organisms). If these substances enter the surface or groundwater environments in sufficient concentrations, they could cause water quality degradation. Potential impacts to surface water quality associated with the flooding of manure-fertilized agricultural fields would be minimized by the measures identified below and existing conditions as follows:

- The ACO and NMP/WMP require operational practices that keep flood waters from coming into contact with recently applied manure or process water (MCC Sections 18.64.050 E, F, and G);
- Domestic wells are required to have sanitary seals to prevent surface water contamination into the well casing (MCC Section 9.28.060 C5 Water Well Standards);
- A significant amount of adsorption of nutrients to soil particles and inactivation of pathogenic organisms are expected to occur in the fields prior to contact with any flood waters;
- Neither the flood water nor the receiving waters will be used as a drinking water source without prior treatment, and therefore any pollutants contained in the flood water will not be expected to be ingested by the public;

• During widespread regional flooding, all surface waters are expected to be degraded; precautions are already in place to minimize the likelihood of inadvertent ingestion of pollutants by the public (i.e., public advisories to boil water before use, maintenance and disinfection of wells after flood waters recede).

Because the existing and proposed dairy facilities could be subject to flood inundation in the event of a 100-year storm, the following measures would be required to comply with the General Order and Merced County requirements for flood protection. For potential effects groundwater impacts due to pathogens at off-site locations, see Impact HYD-8.

**Significance of Impact:** Significant.

### Mitigation Measure HYD-6:

- As recommended by the Flood Protection Analysis report, the following measures shall
  be implemented to meet General Order requirements for flood protection: the existing
  access roads on the north and south edges of the dairy production area shall be raised
  slightly to finished grades between 145 feet and 146 feet as shown on Appendix J
  Exhibit E, Conceptual Grading and Flood Protection Plan.
- Following construction of the proposed facilities and prior to commencement of dairy operations, the project applicant shall obtain a flood proofing certificate in accordance with MCC Section 18.26.050 from the Merced County Building and Safety Division. If any portion of the dairy facility is found not to comply with flood proofing requirements, the project applicant shall complete flood proofing as necessary to obtain the flood-proofing certificate from the County.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located within the project site. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation**: This impact would be reduced to less-than-significant levels by ensuring that the existing and proposed facilities would be adequately protected from the 100-year flood event. Issuance of a flood proofing certificate would demonstrate that needed measures have been installed, or that such measures would be installed during construction of the proposed dairy.

Implementation/Monitoring: Implementation of the mitigation measure would be the responsibility of the project applicant and Merced County Building and Safety Division. The Merced County Building and Safety Division shall monitor for compliance. Implementation of HYD-6 shall occur prior to issuance of a building permit, during construction, and prior to final inspection.

### Impact HYD-7: Water supply pathways for pollutant migration (Criterion X.a)

Existing water supply wells on site and adjacent to the proposed dairy may represent preferred pathways for pollutant migration to groundwater. The project applicant has documented compliance with setback requirements or adequate well protection for on-site wells. This would be a less-than-significant impact.

Existing irrigation and water supply wells (either active or abandoned) in the site proximity that do not meet current well standards of construction may act as conduits for pollutant migration to the subsurface. If any of the wells were not constructed with effective sanitary seals upon construction, or have been damaged since installation, surface water may seep into the wells and the underlying aquifer, causing water quality degradation.

There are three on-site domestic wells (one well located at the milking parlor and two wells adjacent to employee residences) and one irrigation well serving the Antonio Azevedo Dairy #2. The Merced County ACO, together with the Merced County Well Ordinance, recognizes the importance of protecting water quality from the release of animal pathogens. Section 18.64.050 of the MCC establishes a minimum setback of 100 feet between any manured areas and water wells. However, application of manure (liquid or dry) may be closer than 100 feet to a surface water body or irrigation well if adequate protection to the surface water body or well is provided. As noted in the DEH inspection, the Antonio Azevedo Dairy #2 is in substantial compliance with ACO requirements. In addition, the facility includes backflow prevention for existing irrigation and water supply wells and has adequate protection of groundwater.

The ACO requires that all wastewater be maintained on-site and discharged into the manure management system, and that wastewater does not create a nuisance or pollution condition (MCC Sections 18.64.050 E, K, LL). In the event of groundwater pollution, the project applicant must submit a plan to abate the groundwater impacts to the Merced County Division of Environmental Health (MCC Section 18.64.050 T). In addition, the CVRWQCB requires that all process water that comes into contact with wastewater be collected and stored in the ponds with low permeability liners, reducing the potential release of pathogens to water supplies.

Since all existing wells at the project site meet current Merced County standards for well protection as set forth above, and the Antonio Azevedo Dairy #2 would continue to be subject to ACO and Well Ordinance requirements, there would be no potential conduits for groundwater contamination associated with existing water wells. This would be a less-than-significant impact.

**Significance of Impact:** Less-than-significant impact.

Mitigation Measure HYD-7: None required.

## Impact HYD-8: Impacts to water quality at off-site locations as a result of project operations (Criterion X.a)

Implementation of the proposed Antonio Azevedo Dairy #2 Expansion project would result in the increased export of dry manure, associated pathogens, and residual contaminants to off-site locations, potentially causing impacts to water quality at off-site locations. This would be a significant impact.

The proposed dairy facility expansion would increase the number of cows from 2,735 to 4,000. The herd expansion would result in an overall increase in manure and associated pathogens produced at the project site. The manure could also contain residual amounts of contaminants such as hormones, antibiotics, or pesticides. Therefore, manure process water applied to fields may contain these pathogens and contaminants. For the potential impacts from pathogen transport and

contamination of groundwater and water supply wells at the project site, see Impacts HYD-3 and HYD-7.

While implementation of the ACO, the General Order, and the Merced County Well Ordinance would minimize potential impacts from pathogen contamination on site, the proposed dairy facility expansion includes the increased export of manure generated from the facility. As reported in the NMP, approximately 345,530 pounds of nitrogen via solid manure is exported and applied to offsite fields not owned by the dairy operator. The total export of nitrogen via solid manure or dairy wastewater would increase to 746,738 pounds of nitrogen with the proposed dairy expansion.

Although the CVDRMP has stated that exporting excess manure nitrogen to non-dairy cropland is hampered by several factors, including a limited demand for raw manure because of concerns about pathogens that can compromise food safety, and weed seeds, it is well supported that "manure is a valuable source of nitrogen, phosphorus, and potassium, which can make it a substitute for, or complement to, commercial fertilizers... In addition, manure provides organic matter and carbon, which makes manure a useful soil amendment for improving soil health, measured by chemical, physical, and biological properties" (Lim et. al. 2023). While separated manure is not currently composted on-site, solid manure that is exported from the facility is handled by a contracted third party who sells the solid manure as fertilizer to a client base that uses the solid manure as a nutrient source in place of synthetic fertilizer for their farmland. There are at least six agricultural manure composting sites in Merced County that take dairy manure for processing and sale.

Composting manure addresses some of the concerns identified by the CVDRMP, since composting reduces manure volumes, kills weed seeds and pathogens, increases manure's value as a soil amendment and fertilizer, and reduces the potential for air and water pollution (Modderman 2019). Some precautions must be taken when using raw manure as a fertilizer for food crops, as raw manure cannot be applied within 120 days of harvesting a food crop that may be contaminated by soil that received raw manure. There are regulations that dictate how manure can be treated if it will be used on food crops closer to harvest; these treatment processes include composting (Modderman 2019). Also, much of the surrounding cropland in the project area is developed with feed crops for animals not intended for human consumption.

The Long-term Irrigated Lands Regulatory Program General Orders adopted by the CVRWQCB (see Regulatory Setting of this Chapter) provide general WDRs to protect ground and/or surface water quality from actions by operators of irrigated lands throughout the Central Valley who join an approved third-party group or coalition. The Individual Discharger General Order (Order R5-2013-0100) regulates waste discharges from irrigated lands for individuals that are not enrolled under WDRs administered by a third-party, or who are not covered by the Dairy General Order WDRs. All growers are required to submit farm information to either their coalition or the RWQCB. These include both a farm evaluation and a nitrogen management plan. The Farm Evaluation helps determine what farm practices are currently being implemented and whether any improvements can be made to protect water quality. A significant amount of adsorption<sup>19</sup> of nutrients to soil particles and inactivation of pathogenic organisms would be expected to occur in the fields, and potential impacts to water quality at off-site fields receiving exported liquid and dry manure would be

Not to be confused with absorption, adsorption is the adhesion of atoms, ions, or molecules from a gas, liquid, or dissolved solid to a surface. Absorption is the process in which a fluid permeates or is dissolved by a liquid or solid.

reduced. The growers are required to implement BMPs to protect surface water in areas where monitoring has identified problems.

As defined by the adopted Irrigated Lands Program General Orders (described above) and animal confinement facility WDRs, required surface and groundwater water monitoring and corrective actions conducted by water quality coalitions and individuals would reduce this potential impact to water quality at off-site fields. However, because elevated nitrate levels have been observed from agricultural operations in general in the Central Valley, the following mitigation measures would be required to ensure compliance with regulatory requirements.

Significance of Impact: Significant.

### Mitigation Measure HYD-8:

Over the course of operations, the project sponsor shall obtain written agreement from the recipients of manure exported off site to require demonstrated compliance with the following:

- The recipient must be explicitly authorized by the appropriate RWQCB to discharge exported manure and/or wastewater in any manner or location that could impact or threaten to impact water quality. Such authorization may be granted via issuance of individual WDRs or waiver of WDRs, enrollment under a general WDRs order or waiver, or other action of the RWQCB.
- The recipient belongs to an approved third-party group or coalition compliant with the Long-term Irrigated Lands Regulatory Program General Orders adopted by the RWQCB, is covered by an Individual Discharger General Order, or is otherwise covered by Confined Animal Facility WDRs as adopted by the RWQCB.
- All manure shall be applied to cropland at rates and times that are reasonable for the crop, soil, climate, special local situations, and management system. Manure applications shall be timed and managed to minimize nitrogen movement below the root zone and to minimize percolation of waste constituents to groundwater.
- All stormwater that is or has been in contact with manure shall be maintained on site.
   No storm drainage that has been in contact with manure shall be allowed to flow or seep onto adjacent properties or public roads, or into any waterway.
- Where the commingling of water containing manure can take place with irrigation wells
  and irrigation and/or drainage district facilities, these facilities must be protected from
  pollution by a backflow device or method that is approved by the Division of
  Environmental Health and/or the appropriate irrigation/drainage district. It is the
  obligation of the property owner to install and maintain or cause to be installed and
  maintained the backflow device or method.
- Manure shall not be applied within 100 feet of any domestic well, irrigation well, or surface water body. Surface water bodies include creeks, streams, lakes and reservoirs, but do not include canals constructed above grade. Adequate protection of surface water bodies or irrigation wells shall prevent discharge or infiltration of manure constituents to the water body or well.
- The project sponsor shall provide the most recent analysis of the liquid or dry manure, in writing, to the manure recipient. The signed agreement between the project sponsor and the recipient of manure exported off site shall be submitted to the Merced County Division of Environmental Health for review.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located outside the project site. The construction of surface water protection, such as berms, or installation of well backflow protection at established off-site cropland locations is not anticipated to result in significant environmental effects.

Significance after Mitigation: Significant and Unavoidable.

Implementation of these measures would reduce the magnitude of this potential effect by requiring compliance with RWQCB requirements to minimize impacts to surface and ground water quality from manure applied to cropland off site. However, as discussed above, the CVDRMP monitoring has found that shallow groundwater has been affected across the Central Valley due to historic or current dairy operations, especially beneath cropland. Because the proposed operations would result in increased solid and/or liquid manure exported for off-site application to cropland, and the County can't control where the manure is sold and how it is applied to cropland, potential impacts to groundwater quality from the off-site export of manure would be significant and unavoidable.

**Implementation/Monitoring:** Implementation of these measures would be the responsibility of the project applicant. The Merced County Community and Economic Development Department and Division of Environmental Health shall monitor for compliance. Mitigation Measure HYD-8 shall be implemented throughout ongoing operations.

# Impact HYD-9: Conflict with or obstruct implementation of a water quality control plan or sustainable groundwater management plan (Criterion X.e)

Implementation of the Antonio Azevedo Dairy #2 Expansion project could conflict with or obstruct implementation of the General Order for Existing Milk Cow Dairies WDRs or the Merced Subbasin Groundwater Sustainability Plan. This impact would be considered potentially significant.

The current Basin Plan for the Sacramento River and San Joaquin River Basins was updated as of February 2019 (amended in 2020). As amended, the Basin Plan seeks to provide water quality objectives that are sufficient to protect beneficial uses designated for each water body found within its region. The protection and enhancement of existing and potential beneficial uses are primary goals of water quality planning. Agriculture and animal confinement facilities are designated as beneficial uses of water resources in the Basin Plan.

The CVRWQCB Existing Milk Cow Dairies General Order implements the State laws and regulations relevant to confined animal facilities. Under the General Order, animal confinement facility operations are prohibited from discharging waste into surface water, or into groundwater that is directly connected to surface water. In compliance with the requirements of the CVRWQCB, the proponents of the Antonio Azevedo Dairy #2 have completed the required components of the General Order for the existing dairy, and would be required to obtain coverage under Individual WDRs for the proposed dairy expansion. However, the SWRCB is currently conducting a review of the Dairy General Order and has signaled that its review is likely to result in an order that will direct the CVRWQCB to reconsider significant aspects of its confined animal facilities program. The CVRWQCB has stated that pursuant to the CVDRMP's summary conclusions, the existing management practices under the NMP, WMP, and the Dairy General Order are not, nor have they

been, adequate to prevent groundwater pollution underlying the dairy facilities and under lands receiving dairy wastes. Therefore, the proposed project may include waste discharges that could conflict with the Basin Plan.

As described, above, the Merced Subbasin Groundwater Sustainability Agency worked with two other GSAs to develop a joint Groundwater Sustainability Plan for the Merced Groundwater Subbasin in order to implement the SGMA requirements and achieve the sustainability goals outlined in SGMA. While the Antonio Azevedo Dairy #2 Expansion would result in an increase in groundwater use, the majority of the water would be used for irrigation and would contribute to groundwater recharge, and the Antonio Azevedo Dairy #2 Expansion would be expected to follow the guidelines within the GSP, as applicable, to manage groundwater depletion in the subbasin. See Impact HYD-4 above.

Therefore, the project may conflict with or obstruct the water quality control plan or a sustainable groundwater management plan, and the potential impacts would be significant. The following mitigation would be required.

**Significance of Impact:** Significant.

### Mitigation Measure HYD-9a:

Implement Mitigation Measure HYD-3, which requires compliance with Merced County and RWQCB regulations to minimize impacts to surface and groundwater quality.

### Mitigation Measure HYD-9b:

Implement Mitigation Measure HYD-8, which requires compliance with Merced County and RWQCB regulations to minimize impacts to surface and groundwater quality from manure applied to cropland off site.

**Potential Environmental Effects of Measure:** All physical improvements or activities that could result in changes to the physical environment required by this measure would be located within the project site. The impacts of implementing such measures, if any, would be similar to those identified for the project in Chapters 5-11 of this EIR.

**Significance after Mitigation:** Significant and Unavoidable.

Implementation of these measures would reduce the magnitude of this potential effect by requiring compliance with RWQCB requirements to minimize impacts to surface and groundwater quality. However, as discussed above, the CVDRMP monitoring has found that shallow groundwater has been affected across the Central Valley due to historic or current dairy operations, especially beneath cropland. Because of the demonstrated history of groundwater contamination as a result of animal confinement facilities, and the above-stated mitigation measures are within the responsibility and jurisdiction of other public agencies and not the County of Merced, potential impacts to groundwater quality would be significant and unavoidable, and the project could conflict with or obstruct implementation of the General Order for Existing Milk Cow Dairies WDRs or the Merced Subbasin Groundwater Sustainability Plan.

**Implementation/Monitoring:** Implementation of the above measure would be the responsibility of the project applicant. The Merced County Division of Environmental Health and Department of Community and Economic Development shall monitor for compliance. Implementation of Mitigation Measure HYD-9a shall occur as listed under Mitigation Measure HYD-3, and implementation of Mitigation Measure HYD-9b shall occur as listed under Mitigation Measure HYD-8.

This land use chapter provides an evaluation of land use compatibility for the proposed Antonio Azevedo Dairy #2 Expansion project. As established in the Initial Study (IS) for the proposed project (see Appendix A, *Notice of Preparation and Initial Study*), due to the proximity of off-site residences to the project facilities, the proposed dairy expansion could be incompatible with existing land uses in the project vicinity. Additional potential land use effects have been previously evaluated in the project Initial Study and will not be evaluated further in this chapter. (This less-than-significant impact is briefly summarized in Section 11.3 below.)

The following assessment provides a discussion of the relationship of the proposed project to the policies and procedures of the Merced County General Plan, the Merced County Animal Confinement Ordinance (ACO) (Merced County Code (MCC) Chapter 18.64), and other provisions of the Merced County Zoning Code.

### 11.1 REGULATORY FRAMEWORK

### 11.1.1 LAND USE REGULATION

Merced County has implemented extensive regulations of land use for areas within its jurisdiction, including the area of the proposed Antonio Azevedo Dairy #2 Expansion project. This regulation generally occurs through the County's General Plan and Zoning Ordinance.

## MERCED COUNTY GENERAL PLAN AND ZONING ORDINANCE

The 2030 General Plan (Merced County 2013)<sup>1</sup> is a long-range, generalized planning policy document to guide development of the county over a 20-year period. The General Plan consists of a policy document and a series of land use and circulation maps and diagrams. The narrative policy document sets forth the adopted policies of the County regarding issues of public interest and regulation. Merced County's five guiding principles - agriculture, economic development, environmental quality, public facilities and services, and transportation - reflect a general community consensus about the key considerations of the General Plan. Topics addressed in the General Plan include goals, policies, and programs regarding: land use and community character; agriculture; transportation and circulation; housing; public facilities and services; natural resources; recreation and cultural resources; health and safety; air quality; and water resources.

The project site and the areas surrounding the site are designated Agricultural on the Merced County General Plan Land Use Diagram. As set forth in the 2030 Merced County General Plan, the Agricultural land use designation:

... provides for cultivated agricultural practices which rely on good soil quality, adequate water availability, and minimal slopes. This is the largest County land use designation by area in the County and is typically applied to areas on the valley floor. (Merced County 2013)

The 2030 Merced County General Plan was adopted on December 10, 2013. The document is available at the Merced County Community and Economic Development Department or at: <a href="https://www.countyofmerced.com/2018/Adopted-General-Plan">https://www.countyofmerced.com/2018/Adopted-General-Plan</a>

The project site and the area surrounding the site are located within an area designated for A-1 (General Agricultural) uses by the Merced County Zoning Code. The purpose of the General Agriculture zone is to provide for areas of intensive farming operations dependent on higher quality soils, water availability, and relatively flat topography; and to host agricultural and/or industrial uses dependent on proximity to agricultural production or requiring a location in sparsely populated areas.

Animal confinement facilities such as dairies may be permitted in all agricultural zones within Merced County subject to approval of an Administrative Permit or Conditional Use Permit (CUP) as determined by the number of off-site dwellings within the windshed, and whether animal confinement facility criteria are met. Animal confinement facilities face greater regulatory scrutiny if greater than five off-site residential dwellings are located within the windshed, defined as an area of 1,320 feet (½ mile) upwind to 2,640 feet (½ mile) downwind of the periphery of the animal facility, or if the animal confinement facility does not meet other locational criteria as defined by County Code Section 18.64.040 (B). For the Antonio Azevedo Dairy #2 Expansion project, there is one off-site residence located within the windshed of the dairy (see Figure 3-5 in Chapter 3, *Project Description*). However, because of the proximity of sensitive uses, Merced County is considering the dairy project under its Conditional Use Permit process.

Within Merced County, Conditional Use Permits are discretionary permits that require special review and control to ensure that a use of land is compatible with the neighborhood and surrounding residences. Land uses subject to a CUP are considered more likely to have greater impacts than uses permitted by right, or uses permitted under Administrative Permits (Merced County Code Section 18.116.010 (B)). The proponents of the proposed Antonio Azevedo Dairy #2 Expansion project have made application to the County of Merced for a Conditional Use Permit (CUP20-004) to construct and operate the proposed dairy expansion.

### Open Space Action Plan

The 2030 Merced County General Plan contains an Open Space Action Plan (OSAP). The Open Space Development Review System (OSDRS) is one of the primary implementing tools of the County's Open Space Action Plan. Through such a review system, daily planning and permit approval decisions should reflect and implement the adopted policies and development standards of the 2030 General Plan. The system is intended for use by developers, engineers, and other design professionals in the siting, design, and building of projects, and by planners and decision makers in their review of projects for conformance with County policy. The system is fundamentally a process for assessing the appropriateness of proposed developments, including their compatibility with surrounding environmental constraints and resources. This system of review is required of all projects for which a building permit or other entitlement is necessary, such as a land division or use permit, as well as during policy and ordinance amendment. For project consistency with the OSDRS, see Table 11-2 in Section 11.3 of this chapter. Potential impacts to biological resources were evaluated in Chapter 6, *Biological Resources*, of this EIR.

### Merced County Code and Animal Confinement Ordinance

Merced County's ACO acts to provide a comprehensive set of environmental compliance regulations affecting animal confinement facilities in Merced County. These regulations include several locational criteria to minimize land use conflicts with urban and sensitive land uses, and

adjacent rural residences. To address these potential land use impacts, the EIR prepared for the ACO contains mitigation measures that require implementation of applicable chapters of the Merced County Code during environmental review of animal confinement facility projects such as the Antonio Azevedo Dairy #2 Expansion project.

MCC Section 18.64.040 (B)(1)(b) requires a setback of at least 1,000 feet between new animal confinement facilities and any off-site residences. For an existing facility such as the Antonio Azevedo Dairy #2, if the separation distances are less for the uses or boundaries described in MCC Section 18.64.040 (B)(1), modification or expansion of the facility may not decrease the existing separation distance unless the off-site property owner provides written permission (MCC Section 18.64.040 (B)(2)). The setback distance is measured from the nearest point of active areas of the animal confinement facility to the nearest point of the residence.

The ACO prohibits new dairies within one-half mile of urban areas, areas zoned for residential uses, or concentrations of rural residences (MCC Section 18.64.040 (B)(1)(a)). The ACO also protects sensitive uses such as schools, hospitals, jails, public parks, or any wildlife refuges from the nuisance effects of dairies by establishing a one-half mile setback from new dairies<sup>2</sup>. For an existing facility, modification or expansion of the dairy facility must not decrease the existing separation distance if it is less than one-half mile. Table 11-3 in Section 11.3 of this chapter lists locational criteria contained in the ACO, and project compliance with these regulations. Impact LU-1 and Impact LU-2 evaluate project consistency with Merced County standards and compatibility with adjacent sensitive uses (For a complete listing of Merced County Regulations Pertaining to Dairies and Other Animal Confinement Facilities, see Appendix C.)

### 11.2 ENVIRONMENTAL SETTING

## 11.2.1 PROJECT LOCATION AND SETTING

The existing Antonio Azevedo Dairy #2 site is located on the east side of State Route 59, 0.6 miles south of East Sandy Mush Road in the El Nido area of the County (for additional project area information, see Chapter 3, *Project Description*). There are offsite single-family residences associated with neighboring agricultural operations surrounding the project site. There is one off-site residence located within the windshed of the dairy (defined as an area of 1,320 feet upwind to 2,640 downwind of the periphery of the animal facility) (see Figure 3-5 and Table 3-2). The closest off-site residence is located approximately 1,155 feet east-southeast of the active dairy facilities (see Figure 3-8). The El Nido Rural Center boundary is located approximately 2.25 miles south of existing active dairy facilities. There are no parks or wildlife areas in the vicinity of the project site. The project site is located inside the boundaries of the Grasslands Focus Area and the Grasslands Ecological Area.

#### 11.2.2 MERCED COUNTY PERMITTING HISTORY

Merced County records indicate that the dairy facility was originally permitted in 1981 under Merced County Conditional Use Permit No. CUP2712. This Conditional Use Permit allowed for

<sup>2030</sup> Merced County General Plan Policies LU-4.7 and LU-1.13 prohibit rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half-mile of either federal or State wildlife refuges, or managed wetlands within the Grasslands Ecological Area when it is determined by the County that there could be an unmitigated impact to natural resources or habitat. See Table 11-1 for a discussion of project consistency with these policies.

establishment of a new dairy with 500 milk cows plus support stock, to total 700 total animals, in addition to four single-family residences. The Nutrient Management Plan (NMP) indicates that the facility has been in operation since 1982. To allow for the expansion of the dairy, the project sponsor has submitted an application for issuance of a new Conditional Use Permit (CUP20-004) from the County.

### 11.3 ENVIRONMENTAL EFFECTS

### 11.3.1 SIGNIFICANCE CRITERIA

As set forth in Appendix G to the State CEQA Guidelines, Section XI, Land Use and Planning, the following criteria have been established to quantify the impact of an adverse effect for evaluation pursuant to CEQA. A project would normally result in a significant impact if the project would:

• Cause a significant environmental impact due to a conflict with any land use plan, policy, or regulation adopted for the purpose of avoiding or mitigating an environmental effect. (XI.b)

An additional land use assessment criterion previously evaluated in the project IS/NOP was whether the project would:

• Physically divide an established community. (XI.a)

Because there is no established urban community within or adjacent to the project area, this impact was found to be less than significant and will not be evaluated further in this chapter.

## PROJECT CONSISTENCY WITH ADOPTED MERCED COUNTY PLANS AND POLICIES

The following discussion evaluates the consistency of the proposed Antonio Azevedo Dairy #2 Expansion project with Merced County policies. The policies of the 2030 Merced County General Plan, the consistency of the proposed dairy expansion project with those policies, and the reasoning for the conclusions are set forth in Table 11-1.

Because compliance or noncompliance with adopted plans and policies does not in itself result in a physical impact to the environment, no environmental impacts are identified in this analysis; rather, the evaluation concentrates on the proposed project's compliance with adopted Merced County policy. Where a policy regulates or sets standards for an aspect of the environment, for instance in setting flood proofing standards for areas subject to 100-year frequency floods, the impact is identified and evaluated in the appropriate topical section of this EIR, so that agency policies as environmental standards are used in evaluating specific environmental impacts.

Policy compliance is often a matter of interpretation. Unless their decision is appealed to the Board of Supervisors, the Merced County Planning Commission is the ultimate arbiter of public policy for this project, and their judgment regarding the project and a specific policy may be different from that set forth in this report. Thus, the following policy evaluation should be viewed as preliminary, with the ultimate decision to be made by the appropriate appointed and elected officials.

Table 11-1 Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the 2030 Merced County General Plan Policies				
Objective or Policy	Consistency	Discussion		
Land Use Element				
Policy LU-1.13: Wetland Habitat Area Separation Do not allow rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half mile of either State or Federal wildlife refuges, or managed wetlands within the Grasslands Ecological Area when it is determined by the County that there could be an unmitigated impact to natural resources or habitat.	Yes	While the project is located in the boundaries of the Grasslands Focus Area and the Grasslands Ecological Area, there are no protected habitat areas, such as wildlife refuges or wildlife management areas, near the project site. The project site is well beyond the minimum one-half mile setback for these uses. Further, the proposed project consists of an expansion of existing dairy facilities, and does not include ancillary agricultural uses such as additional farm worker housing. As set forth in Chapter 6, <i>Biological Resources</i> , of this EIR, no unmitigated impacts to special status species, natural resources, or sensitive habitats would occur with implementation of the dairy project.		
Policy LU-2.3: Land Use Activity Limitations Limit allowed land use within Agricultural and Foothill Pasture areas to agricultural crop production, farm support operations, and grazing and open space uses.	Yes	The existing and proposed dairy facility is an allowed use in the agricultural land use designation subject to approval of an Administrative Permit or Conditional Use Permit.		
Policy LU-2.4: Secondary Uses in Agricultural Areas Except as otherwise provided by law, limit ancillary uses in Agricultural and Foothill Pasture areas to include secondary single-family residences, farm worker housing, agricultural tourism related uses, and agricultural support services, provided that such uses do not interfere with historic agricultural practices or result in adverse health risks, or conflict with sensitive habitats or other biological resources.	Yes	The existing uses at the project area include the dairy facilities, associated cropland, and secondary single-family residences. The proposed project includes an expansion of the existing dairy facilities.		
Policy LU-2.7: Rural Energy Production Allow the development of ethanol production, co-generation, solar, and wind facilities in Agricultural and Foothill Pasture areas that produce renewable energy, support agricultural-related industries, and/or use agricultural waste, provided that such uses do not interfere with agricultural practices or conflict with sensitive habitats or other biological resources.	n/a	There is no renewable energy production included with the proposed dairy expansion.		

Table 11-1 Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the 2030 Merced County General Plan Policies

Objective or Policy	Consistency	Discussion
Policy LU-4.7: Wetland Habitat Area Separation Do not allow rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half mile of either State or federal wildlife refuges, or managed wetlands within the Grasslands Ecological Area when it is determined by the County that there could be an unmitigated impact to natural resources or habitat.	Yes	See Policy LU-1.13 above.
Policy LU-10.12: Consultation with State and Federal Agencies, as follows: Continue to consult with applicable State and Federal regulatory agencies during project review and permitting activities.	Yes	The Notice of Preparation of an EIR for the Azevedo Dairy #2 Expansion project was filed with the Office of Planning and Research (OPR) and circulated on July 22, 2022. The NOP and Initial Study were circulated to the public, local and state agencies, and other interested parties to solicit comments on the proposed project. This Draft EIR similarly will be circulated for public review and comment.
Policy LU-10.14: Consultation with Grassland Resources Regional Working Group Consult with the Grasslands Resources Regional Working Group during project review and conservation planning efforts for projects within the boundaries of the Grasslands Focus Area.	Yes	Due to the project site proximity to these areas, the County provided project materials to the Grasslands Resources Regional Working Group during the Preliminary Application Review period. As of the date of this DEIR, no responses have been received by Merced County.
Agricultural Element  Policy AG-3.1: Right-to-Farm Ordinance Continue to implement the Right-to-Farm Ordinance to define and limit instances where agricultural operations may be considered a nuisance to surrounding rural residential, residential or urban development.	Yes	The existing dairy is consistent with agricultural uses in the surrounding area. ACO EIR odor and vector control management measures have been included in this project to ensure land use compatibility of the expanded dairy with existing off-site residential uses.

**Table 11-1** Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the 2030 Merced County General Plan Policies Discussion Consistency Objective or Policy Policy AG-3.9: New Confined Animal Yes The proposed project would be compliant with **Facility Location Requirements** setback provisions for the protection of the specified Require new or expanded confined animal uses. There are no residentially zoned areas or facilities to be located, at a minimum: concentrations of rural residences within the 0.5-mile setback distance. There are no off-site residences a) One-half mile from any Rural Center or located within 1,000 feet of the existing dairy facility Urban Community boundary; (see Impacts LU-1 and LU-2). There are no wildlife residentially-designated or zoned areas within the 0.5-mile setback distance (see LU-3). property; sensitive uses such as schools, hospitals, jails, Federal wildlife areas, State wildlife areas, and public parks; or concentrations of five or more off-site residences. This does not include areas for municipal uses such as wastewater treatment facilities, airports, or solid waste recycling or disposal facilities located outside urban areas; and b) One thousand feet from any off-site residence, unless there is written permission from the off-site property Transportation and Circulation Element Policy CIR-1.8: Private Roadway n/a The Antonio Azevedo Dairy #2 Expansion project **Improvements** impact to traffic on County roadways was evaluated in Require private roads and related the IS/NOP. No modifications to any existing improvements to be designed and installed to roadway are proposed either during project County standards as contained in the construction or operation. Improvement Standards and Specifications Manual (Title 16 of County Code) and Subdivision Code (Title 17), unless it can be demonstrated to the satisfaction of the approval authority that alternative improvements will be provided sufficient to fulfill the goals and objectives of this Chapter and the respective Codes. Policy CIR-1.14: Required Structural The proposed dairy expansion would result in an Yes Improvements increase from approximately 37.1 to 54.3 average daily trips, with an increase of 17.2 daily trips, including 9.2 Require developers of mining, large commercial, agricultural commercial, and heavy truck trips per day. Based on the level of traffic industrial projects to either make appropriate increase, there are no roadway improvements or roadway improvements and/or provide a payments required by the Merced County Department funding mechanism for maintenance of the of Public Works. structural sections of County roadways when such projects could result in appreciable increases to commercial truck traffic and/or compromise the integrity of existing road

sections.

Table 11-1 Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the 2030 Merced County General Plan Policies Discussion Consistency **Objective or Policy** Policy CIR-1.15: Right-of-Way and Yes See above. Roadway Improvement Requirements Require right-of-way dedication and roadway improvements to offset project-related traffic and roadway impacts on all discretionary land use entitlement approvals. Policy CIR-1.18: Right-of-Way Work At this time, the proposed project would not require n/a Require encroachment permits for work an Encroachment Permit since there is no work within a right-of-way. proposed within any public right-of-way. Public Facilities and Services Element As described in the IS/NOP, the Merced County Fire Policy PFS-7.10: Adequate Fire Flows for Yes Agricultural Facilities Department generally imposes requirements for onsite water storage for fire protection. Compliance with Require all agricultural commercial facilities to have adequate water supply and fire flows measures as set forth by the Fire Department would to meet the Uniform Fire Code and other be required as conditions of approval and would State and local ordinances. reduce fire risk and hazard to levels found acceptable by the Merced County Fire Department. Natural Resources Element Policy NR-1.7: Agricultural Practices Yes See response to Policy LU-10.12 above. Encourage agricultural, commercial, and industrial uses and other related activities to consult with environmental groups in order to minimize adverse effects to important or sensitive biological resources. Policy NR-1.17: Agency Consultation Yes See response to Policy LU-10.12 above. Consult with private, local, State, and Federal agencies to assist in the protection of biological resources and prevention of degradation, encroachment, or loss of resources managed by these agencies. Policy NR-2.9: Energy Conservation Yes Operations at the Azevedo Dairy #2 would be Encourage and maximize energy considered energy efficient. Impact GHG-2 describes conservation and identification of alternative several energy efficiency upgrades that have been incorporated into existing operations. energy sources (e.g., wind or solar). Policy NR-3.1: Soil Protection Merced County's environmental procedures and Yes Protect soil resources from erosion, standard conditions of approval include erosion contamination, and other effects that control measures for both public and private substantially reduce their value or lead to the development projects within the county. Additionally, creation of hazards. the project will be required to comply with the State requirements of the General Permit for Discharges of Storm Water Associated with Construction Activity. Policy NR-3.2: Soil Erosion and Yes See above. Contamination Require minimal disturbance of vegetation during construction to improve soil stability, reduce erosion, and improve stormwater quality.

Table 11-1 Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the 2030 Merced County General Plan Policies					
Objective or Policy	Consistency	Discussion			
Recreation and Cultural Resources Elemen	Recreation and Cultural Resources Element				
Policy RCR-1.7: Agricultural Land Use Compatibility Consider agriculture as a compatible land use and appropriate buffer for public and private recreation areas.	Yes	There are no public or private recreation uses immediately adjacent to the project site or area.			
Policy RCR-2.5: Human Remains Discovery Require that, in the event of the discovery of human remains on any project construction site, all work in the vicinity of the find will cease and the County Coroner and Native American Heritage Commission will be notified.	Yes	Chapter 7, Cultural Resources and Tribal Cultural Resources, of this EIR includes mitigation that would require stopping work in the event of human remains discovery until the County coroner and Native American Heritage Commission (NAHC) are notified and appropriate action is taken.			
Policy RCR-2.10: Tribal Consultation Consult with Native American tribes regarding proposed development projects and land use policy changes consistent with Planning and Zoning Law at Government Code Section 65351, and the OPR Tribal Consultation Guidelines (2005).	Yes	The Native American Heritage Commission was contacted to conduct a record search of the Sacred Lands File. The records search produced negative results. As of preparation of the EIR (September 2024), no Native American tribes in the area of the proposed project have requested in writing that Merced County consult with them early in the environmental planning process in accordance with AB 52 (Ho pers comm 2024)			
Health and Safety Element					
Policy HS-5.1: Compliance with Safety Standards Require that hazardous materials are used, stored, transported, and disposed of in a safe manner, in compliance with local, State, and Federal safety standards.	Yes	The on-site storage of any hazardous material over threshold quantities (55 gallons; 200 cu. ft.; or 500 pounds) would require that a revised Hazardous Materials Business Plan (HMBP) to be filed with the Merced County DEH. The existing HMBP for the Azevedo Dairy #2 Expansion will be updated with the DEH.			
Air Quality Element					
Policy AQ-1.3: Agricultural Operations Emission Reduction Strategies Promote greenhouse gas emission reductions by encouraging agricultural operators to use carbon efficient farming methods (e.g., no-till farming, crop rotation, cover cropping); install renewable energy technologies; protect grasslands, open space, oak woodlands, riparian forest and farmlands from conversion to other uses; and develop energy-efficient structures.	Yes	The proposed dairy expansion includes maintaining the cultivation of cropland for the production of feed for the cows on site. As evaluated in Chapter 8, <i>Greenhouse Gas Emissions and Energy Use</i> , of this EIR, the dairy operations include several GHG emission reduction strategies (see Impact GHG-1). Operations at the Azevedo Dairy #2 would be considered energy efficient, and several energy efficiency features are used in agricultural operations (see Impact GHG-2).			
Policy AQ-2.2: Development Review Process Use the development review process to achieve measurable reductions in criteria pollutant, toxic air contaminants, and greenhouse gas emissions.	Yes	As part of the development review process, this EIR evaluates air quality and greenhouse gas emission impacts of the proposed Azevedo Dairy #2 Expansion project (see Chapter 5, Air Quality and Odors, and Chapter 8, Greenhouse Gas Emissions and Energy Use, of this EIR) and includes mitigation measures to minimize impacts.			

**Table 11-1** Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the 2030 Merced County General Plan Policies Discussion Consistency Objective or Policy Policy AQ-2.3: Cumulative Impacts Yes Potential project impacts due to both project specific Encourage the reduction of cumulative air and cumulative air quality effects have been quality impacts produced by projects that are determined to be significant and unavoidable. Air not significant by themselves, but result in quality impacts of the proposed Azevedo Dairy #2 cumulatively significant impacts in Expansion project are evaluated in Chapter 5, Air combination with other development. Quality and Odors, of this EIR, and mitigation measures are included to minimize impacts. Policy AQ-2.4: Mitigation Yes See above. Require that local and regional air quality impacts identified during CEQA review for projects reviewed and approved by the County are consistently and fairly mitigated. Policy AQ-2.5: Innovative Mitigation Yes See above. Measures Encourage innovative mitigation measures and project redesign to reduce air quality impacts by coordinating with the San Joaquin Valley Air Pollution Control District, project applicants, and other interested parties. Policy AQ-2.7: Air District Best Yes As part of the development review process, this EIR Performance Standards evaluates air quality of the proposed Azevedo Dairy Require the County to use the Best #2 Expansion project and requires implementation of Performance Standards adopted by SJVAPCD Best Performance Standards, including SJVAPCD during the development review compliance with Regulation VIII, the ATC/PTO and decision-making process to ensure new permit process, and implementation of Best Available projects meet the targets set by the district. Control Technology to be developed during permit review (see Chapter 5, Air Quality and Odors, of this EIR).

		,
Policy AQ-6.1: Particulate Emissions from Construction Support the San Joaquin Valley Air Pollution Control District's efforts to reduce particulate emissions from construction, grading, excavation, and demolition to the maximum extent feasible and consistent with State and Federal regulations.	Yes	As discussed in Chapter 5, <i>Air Quality and Odors</i> , of this EIR, the project applicant would be required to comply with applicable SJVAPCD Rules and Regulations, including Regulation VIII, which specifies control measures for PM <sub>10</sub> emissions from construction related activities, including demolition.
Policy AQ-6.8: Voluntary Emissions Reduction Agreement Require all project applicants, where project emissions have been evaluated to exceed SJVAPCD significance thresholds, to consult with the SJVAPCD regarding the establishment of a Voluntary Emissions Reduction Agreement between the applicant and the SJVAPCD. Support the SJVAPCD in its efforts to fund the Emission Reduction Incentive Program.	Yes	Chapter 5, Air Quality and Odors, of this EIR includes mitigation requiring the project applicant to consult with the SJVAPCD regarding a Voluntary Emissions Reduction Agreement (see Mitigation Measure AQ-3).
Antonio Azevedo Dairy #2 Expansion CUP20-004	11-10	Merced County

Table 11-1 Consistency of the Pro 2030 Merced County C	•	edo Dairy #2 Expansion Project with the Policies
Objective or Policy	Consistency	Discussion
Water Element		
Policy W-2.4: Agricultural and Urban Practices to Minimize Water Contamination Encourage agriculture and urban practices to comply with the requirements of the Regional Water Quality Control Board for irrigated lands and confined animal facilities, which mandate agricultural practices that minimize erosion and the generation of contaminated runoff to ground or surface waters by providing assistance and incentives.	Yes	As discussed in Chapter 10, Hydrology and Water Quality, the existing dairy is subject to the requirements of the Central Valley Regional Water Quality Control Board General Order for Existing Milk Cow Dairies. The proposed expansion would require obtaining coverage under Individual Waste Discharge Requirements, or new requirements to be issued by the CVRWQCB, which will include additional measures to minimize these effects.
Policy W-2.5: Septic Tank Regulation Enforce septic tank and onsite system regulations of the Regional Water Quality Control Board to protect the water quality of surface water bodies and groundwater quality.	Yes	The proposed dairy expansion would not involve the construction of any new septic systems or modification to any existing systems.
Policy W-2.6: Wellhead Protection Program Enforce the wellhead protection program to protect the quality of existing and future groundwater supplies by monitoring the construction, deepening, and destruction of all wells within the County.	Yes	As discussed in Impact HYD-7 in Chapter 10, Hydrology and Water Quality, existing wells at the project site meet current Merced County standards for well protection, and no mitigation would be required.
Policy W-3.13: Agricultural Water Reuse Promote and facilitate using reclaimed wastewater for agricultural irrigation, in accordance with Title 22 and guidelines published by the State Department of Public Health.  Source: Merced County, 2013; Planning Partners, 202-	Yes	Tailwater return used on land application fields are discussed in Chapter 10, <i>Hydrology and Water Quality</i> . Recycled water is used to clean the milk parlor floor and is the source of sprinkler pen water, which ultimately is used as process wastewater to irrigate crops.

Table 11-2 includes an evaluation of project consistency with the Open Space Development Review System as set forth in the County's General Plan Open Space Action Plan.

**Table 11-2** Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the Merced County General Plan Open Space Development Review System Question Response Discussion 1. Basic Land Use Category, Zone Code Yes The proposed project is consistent with the Merced Consistency and Community Service County Agricultural land use designation. The project is consistent with the General Agricultural Availability Determination zoning designation. As evaluated in the IS/NOP, the Azevedo #2 Dairy Expansion project impact to County services and facilities has been found to be less than significant. 2. Open Space Inventory Map and Data Base Yes Agriculture is considered an open space use. The Review proposed dairy expansion project would be a continuation of existing agricultural uses. 3. Demonstration by the permit applicant of Yes Through development of the EIR and the CEQA consultation with the California Department of process, consultation with applicable agencies has Fish and Wildlife, the Central Valley Regional been conducted on behalf of the project applicant. Water Quality Control Board, the State Water Where mitigation measures have been suggested by Resources Control Board, the U.S. Fish and resource agencies, they have been included in the Wildlife Service, National Marine Fisheries EIR. Service, and/or the Army Corps of Engineers, and any water purveyor serving the project area, as appropriate, to evaluate resources that could be affected by the proposed action; and proof of issuance of permits by these agencies, as required 4. Environmental Determination Yes With issuance of the NOP, an environmental determination was made that the proposed project may have a significant effect on the environment, and an EIR is required. This Draft EIR represents the record of expanding upon the determination. 5. Land Use and Sensitive Resource Compatibility To be The proposed project is located in an agricultural determined district in Merced County. Adjacent land uses Determination by the include similar agricultural uses, dairy farms, and crop production areas. The project would be Planning Commission consistent with the requirements of the Merced County Zoning Ordinance with implementation of mitigation measures. Impacts LU-2 and LU-3 of this chapter evaluate compatibility with nearby sensitive resources. These impacts were found to be less than significant, or less-than-significant following mitigation. The Merced County Planning

Source: Merced County, 2013; Planning Partners, 2024.

Table 11-3 below lists locational criteria contained in the ACO, and project compliance with these regulations. (For a complete listing of Merced County Regulations Pertaining to Dairies and Other Animal Confinement Facilities, see Appendix C of this EIR.)

finding.

Commission will make the ultimate compatibility

Table 11-3 Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the Locational Requirements of the Merced County Code

Requirement	Consistency	Discussion						
Section 18.64.040 Locational Criteria	Section 18.64.040 Locational Criteria							
B. Other Locational Criteria								
1. New Facilities  a. The new facility shall be located more than one-half mile from the nearest boundary of the following: specific urban development plan, rural residential center, highway interchange center, or agricultural services center; residentially designated property in the general plan or residentially zoned property; sensitive uses such as schools, hospitals, jails, public or private recreational areas, parks, or all wildlife refuges; or concentrations of five or more off-site residences, provided that to qualify as a "concentration," residences must be legally established, occupied, located within a contiguous area, and must equal or exceed a density of one dwelling unit per acre. Any of the previously mentioned urban boundaries shall not include areas for municipal uses such as wastewater treatment facilities, airports, or solid waste recycling or	n/a	The Azevedo Dairy #2 Expansion project involves the expansion of an existing dairy facility and not a new facility. See the consistency evaluation under Section 18.64.040 (B)(2) below.						
disposal facilities located outside urban areas.  b. The new facility shall be located at least 1,000 feet from any Federal wildlife area, State wildlife area, or off-site residence, except that any new facility may locate closer than 1,000 feet from an off-site residence with written permission from the off-site property owner(s). New goat facilities shall be located at least 500 feet from any off-site residences or Federal or State wildlife areas.	n/a	See above.						
c. An application for a new facility or modification of an existing facility which has submitted a complete land use permit application to planning and community development shall be exempt from the setbacks in subparagraph (B)(1)(b) of this section from off-site residences, provided the new off-site single-family residence obtained the building permit after the facility submitted a complete application for a land use permit.	n/a	See above. All adjacent off-site residences are existing and previously permitted residences.						
2. Existing Facilities. For an existing facility, if the separation distances are less for the uses or boundaries described in paragraph (B)(1) of this section, modification or expansion of the facility must not decrease the existing separation distance, except that expansion or modification of existing facilities may occur if the separation distance is less than 1,000 feet from an off-site residence and if the off-site property owner(s) provides written permission.	Yes	The proposed project would be compliant with setback provisions for the protection of the specified uses. There are no off-site residences within 1,000 feet of existing dairy facilities. None of the uses idendified in Section 18.64.040(B)(1) are within 0.5 miles of the project site (see Impacts LU-2 and LU-3).						

Table 11-3 Consistency of the Proposed Azevedo Dairy #2 Expansion Project with the Locational Requirements of the Merced County Code						
Requirement	Consistency	Discussion				
3. <b>Off-site Residences</b> . New single-family residences not a part of an existing animal confinement facility are prohibited within 1,000 feet of an existing facility with any of the following exceptions.	n/a	There are no new single-family off-site residences included in the proposed project.				
<ul> <li>a. The animal facility owner gives written permission for locating the off-site residence closer than 1,000 feet;</li> <li>b. The existing residence is being remodeled; or</li> <li>c. The existing residence is replaced with another dwelling no closer than the existing separation distance.</li> </ul>						

# Source: Merced County, 2013; Planning Partners, 2024 11.3.2 ENVIRONMENTAL IMPACTS

The following discussion examines the potential impact of the proposed project based on the impact threshold criterion described above.

### Impact LU-1: Consistency with Merced County Land Use Plans and policies adopted to protect the environment, including setback standards (Criterion XI.b)

As proposed, the Azevedo Dairy #2 Expansion project would be consistent with Merced County land use policies, including setback standards for animal confinement facilities. Because the proposed project would comply with land use regulations established by Merced County under the 2030 General Plan, ACO, and Zoning Code provisions, this would be considered a less-than-significant impact.

Historically, the County has maintained and reinforced land use policies to protect agricultural production in designated agricultural areas. Since the late 1960s, the County Zoning Code has regulated land uses in the County to maintain areas zoned for Agricultural uses in agricultural production. The County's 1978 General Plan introduced the Specific Urban Development Plan designation (now called Urban Community) whereby the County directed urban growth to occur in urban areas, with rural areas reserved for agricultural production. The 1984 Agricultural Element of the General Plan further refined the County's Urban Centered Concept for managing urban and rural uses. This land use concept, which has been the land use policy in Merced County since the 1978 General Plan, directs anticipated urban growth to cities, unincorporated communities, or established population centers. In the 2030 General Plan, such centers are designated as City Planning Area, Rural Residential Center, Rural Center, Urban Community, Highway Interchange Center, and Isolated Urban Areas. A primary purpose of the Urban Centered Concept is to reduce conversion of productive agricultural land, including animal confinement facilities, to urban uses.

As indicated in Tables 11-1 and 11-2, the proposed Azevedo Dairy #2 Expansion project would be consistent with the policies and requirements of the Merced County General Plan and the Open Space Action Plan. Table 11-3 indicates that the proposed project would be consistent with the locational requirements of the Merced County Code (Chapter 18). These locational requirements are described in detail below.

The ACO (MCC Section 18.64.040 (B)(1)(a)) and Merced County General Plan Policy AG-3.9 prohibit new dairies within one-half mile of urban areas, areas zoned for residential uses, or concentrations of rural residences. According to MCC Section 18.64.040 (B)(2), if the existing animal confinement facility is located within the minimum setback distance to these uses, the modification or expansion of an existing facility must not decrease the existing separation distance from these areas. The proposed dairy project is not located within one-half mile of any of these uses. The El Nido Rural Center boundary is located approximately 2.25 miles south of existing active dairy facilities. Also, there are no residentially zoned areas or concentrations of rural residences within the one-half mile setback distance from existing or proposed dairy facilities (Merced County GIS 2024).

The ACO also protects sensitive uses such as schools, hospitals, jails, public or private recreational areas, parks, or all wildlife refuges from the nuisance effects of dairies by establishing a one-half mile setback from new dairies<sup>3</sup>. For an existing facility, modification or expansion of the dairy facility must not decrease the existing separation distance if it is less than one-half mile. While the project site is located inside the boundaries of the Grasslands Focus Area and the Grasslands Ecological Area, there are no protected habitat areas, such as wildlife refuges or wildlife management areas, within one-half mile of the project site. For a discussion of consistency with these ACO requirements and land use compatibility with existing wildlife areas, including those within the Grasslands Ecological Area, see Impact LU-3.

MCC Section 18.64.040 and Merced County General Plan Policy AG-3.9 require at least a 1,000-foot setback between animal confinement facilities such as the Azevedo Dairy #2 and off-site residences. The setback distance is measured from the nearest point of active areas of the animal confinement facility to the nearest point of the residence. For the Azevedo Dairy #2, the closest off-site residences to existing active dairy facilities is located approximately 1,155 feet east-southeast of the active dairy facilities (see Figure 3-8 in Chapter 3, *Project Description*). According to MCC Section 18.48.040 B(2), if the existing animal confinement facility is located within the minimum setback distance to these uses, modification or expansion of the facility may not decrease the existing separation distance unless the off-site property owner provides written permission. The proposed expansion would not reduce the distance to less than 1,000 feet for any off-site residence currently greater than 1,000 feet from existing active dairy facilities.

Because the proposed dairy expansion would meet Merced County ACO setback requirements, this would be a less-than-significant impact.

Significance of Impact: Less than significant.

Mitigation Measure LU-1: None required.

<sup>&</sup>lt;sup>3</sup> 2030 Merced County General Plan Policies LU-4.7 and LU-1.13 prohibit rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half-mile of either federal or State wildlife refuges, or managed wetlands within the Grasslands Ecological Area when it is determined by the County that there could be an unmitigated impact to natural resources or habitat. See Table 11-1 for a discussion of project consistency with these policies.

## Impact LU-2: Land use compatibility with existing off-site residential uses adjacent to the project area (ACO)

Implementation of the proposed Azevedo Dairy #2 Expansion project could introduce an additional source of odors, dust, flies, or other insects in the area of nearby residences; the proposed project could be considered incompatible with existing off-site residences due to the siting of active dairy facilities in proximity to these uses. Because there have been no nuisance complaints for the existing dairy, and the proposed dairy expansion would meet Merced County setback requirements for the control of nuisance conditions, this would be a less-than-significant impact.

The major land uses adjacent to the dairy project are agricultural and open space land uses. While the existing agricultural character of the vicinity would tend to minimize incompatibility to existing uses in the project vicinity, implementation of the dairy expansion project could introduce an additional source of odors, dust, flies, and other insects in the area of nearby residences. (These potential nuisance effects are evaluated in Chapter 5, *Air Quality and Odors* and Chapter 9, *Nuisance Conditions from Insects* of this EIR.) The combination of these nuisance effects contributes on a cumulative level to determine land use compatibility with existing residents in the area.

Merced County regulates land use through the 2030 General Plan and Zoning Code. The EIR prepared for the Merced County ACO assessed potential land use conflicts with rural residences for new and expanding animal confinement facilities in Merced County. In efforts to minimize these conflicts and protect agricultural uses, the ACO requires a minimum setback between new or expanded animal confinement facilities and individual off-site rural residents to 1,000 feet, and generally prohibits the construction of new off-site dwellings within 1,000 feet of an existing animal confinement facility, with some exceptions. According to MCC Section 18.64.040 (B)(2), the modification or expansion of an existing facility must not decrease the existing separation distance from off-site residences to less than 1,000 feet unless the off-site property owner provides written permission. For the Azevedo Dairy #2, the closest off-site residences to existing active dairy facilities is located approximately 1,155 feet east-southeast of the active dairy facilities (see Figure 3-8 in Chapter 3, *Project Description*). Construction of the proposed facilities would not reduce the distance to less than 1,000 feet for any off-site residence currently greater than 1,000 feet from existing active dairy facilities.

In the past five years, no official nuisance complaints have been reported at the Azevedo Dairy #2 and submitted to DEH (Merced County DEH 2024). Similarly, no odor complaints regarding the Azevedo Dairy #2 have been received by the SJVAPCD (SJVAPCD 2024). While a comment submitted on the Notice of Preparation for the project indicated general concerns regarding odors, nuisance insects, and quality of life impacts from dairies in Merced County, there were no issues specific to the project identified by any nearby neighbors or reported to DEH.

The project applicant has completed an Odor and Vector Control Plan for the dairy facility as part of the proposed dairy expansion project application to minimize the potential for generation of odors and nuisance insects from proposed operations. These plans include housekeeping and management measures to further reduce flies, and implementation of best management practices to control odors. As described above, the existing dairy is consistent with surrounding agricultural uses and meets Merced County setback conditions for expanding dairies. Occasional odors at a dairy facility and associated farmland would be considered normal as recognized by the County's Right-to-Farm Ordinance, even with implementation of best management practices.

While the proposed dairy expansion would increase the potential for nuisance conditions, the nearest residence would be located greater than 1,000 feet from active dairy facilities with the proposed expansion. Because the proposed dairy expansion would meet Merced County setback requirements for the control of nuisance conditions, and there is no history of complaints for the existing dairy, this would be a less-than-significant impact with implementation of ACO EIR management measures as described in Impact AQ-7 and Impact HAZ-1.

**Significance of Impact:** Less than significant.

Mitigation Measure LU-2: None required.

### Impact LU-3: Land use compatibility with existing parks or wildlife uses adjacent to the project area (ACO)

Implementation of the proposed Azevedo Dairy #2 Expansion project would not be incompatible with adjacent wildlife areas since there are none in the project vicinity. Because the proposed dairy expansion is consistent with the setback requirements of the Merced County ACO and 2030 General Plan; adjacent land uses consist of similar agricultural activities to those present and proposed on site; and no managed wildlife habitat is located adjacent to the project, this would be a less-than-significant impact.

The major land uses adjacent to the dairy project are agricultural and open space land uses. The Merced County Zoning Code Section 18.64.040(B)(1)(a) requires that new animal confinement facilities shall be located more than one-half mile from the nearest boundary of all parks or wildlife refuges, and the modification or expansion of existing facilities within one-half mile of these areas must not decrease the existing separation distance (Merced County Zoning Code Section 18.64.040(B)(2)). There are no protected habitat areas, such as wildlife refuges or wildlife management areas, within one-half mile of the project site.

In addition, 2030 Merced County General Plan Policies LU-4.7 and LU-1.13 prohibit rural commercial and industrial uses, secondary residences, and ancillary agricultural uses within a half mile of either State or Federal wildlife refuges, or managed wetlands within the Grasslands Ecological Area (GEA) when it is determined by the County that there could be an unmitigated impact to natural resources or habitat. The project site is located inside the boundaries of the Grasslands Focus Area (GFA) and the Grasslands Ecological Area (GEA). Policy LU-10.14 requires the County to consult with the Grassland Resources Regional Working Group (GRRWG) during project review for projects located within the GFA. Due to the project site location in the GEA, consultation with the GRRWG has been initiated through the CEQA process. No comments from the GRRWG have been received. The proposed project would be compliant with setback provisions within the ACO and the Merced County General Plan for the protection of federal and State wildlife areas, and managed wetlands within the GEA. Additionally, as set forth in Chapter 6, *Biological Resources*, of this EIR, no unmitigated impacts to special status species, natural resources, or sensitive habitats would occur with implementation of the dairy project.

Therefore, because the proposed project would be compliant with Merced County setback standards to nearby park and wildlife area boundaries, and nearby uses consist of privately owned agricultural activities similar to those at the project area, the proposed expansion would not conflict with

adjacent park and wildlife activities. Impacts related to land use compatibility with existing park and wildlife uses in the project area would be less than significant.

Significance of Impact: Less than significant.

Mitigation Measure LU-3: None required.

#### 12.1 CUMULATIVE IMPACTS

The California Environmental Quality Act (CEQA) Guidelines require that all Environmental Impact Reports (EIR) contain an analysis of cumulative impacts to which the project might contribute. An EIR must discuss the "cumulative impact" of a project when its incremental effect would be cumulatively considerable. State CEQA Guidelines Section 15355 defines cumulative impacts as "two or more individual effects which, when considered together, are considerable or which compound or increase other environmental impacts." A cumulative impact "consists of an impact which is created as a result of the combination of the project evaluated in the EIR, together with other projects causing related impacts" [CEQA Guidelines Section 15130(a)(1)]. The discussion of cumulative impacts "shall reflect the severity of the impacts and their likelihood of occurrence, but the discussion need not provide as great detail as is provided for the effects attributable to the project alone" [CEQA Guidelines Section 15130(b)]. By requiring an evaluation of cumulative impacts, CEQA attempts to minimize the possibility that an EIR will overlook large-scale environmental impacts by only focusing on the effects of a single project.

Further, the CEQA Guidelines state that "[l]ead agencies should define the geographic scope of the area affected by the cumulative effect and provide a reasonable explanation for the geographic limitation used" [Section 15130(b)(3)]. The cumulative impacts analysis "shall examine reasonable, feasible options for mitigating or avoiding the project's contribution to any significant cumulative effects" [CEQA Guidelines Section 15130(b)(5)]. With some projects, "the only feasible mitigation for cumulative impacts may involve the adoption of ordinances or regulations rather than the imposition of conditions on a project-by-project basis" [CEQA Guidelines Section 15130(c)].

CEQA Guidelines Section 15130(a)(3) also states that an EIR may determine that a project's contribution to a significant cumulative impact would be rendered less than cumulatively considerable, and thus not significant, if a project is required to implement or fund its fair share of a mitigation measure(s) designed to alleviate the cumulative impact.

CEQA requires that one of two methods of establishing a future baseline be used:

- 1. A list of past, present, and probable future projects producing related or cumulative impacts, including, if necessary, those projects outside the control of the agency, or
- 2. A summary of projections contained in an adopted General Plan or related planning document, or in a prior environmental document which has been adopted or certified, which described or evaluated regional or area-wide conditions contributing to the cumulative impact. Any such planning document shall be referenced and made available to the public at a location specified by the lead agency (CEQA Guidelines, Section 15130 (b)(1)).

The projections used for the cumulative analysis for the Antonio Azevedo Dairy #2 Expansion project were described and evaluated in the Program Environmental Impact Report for the Merced County Animal Confinement Ordinance Revision (ACO EIR), certified by Merced County on October 22, 2002. The 2030 Merced County General Plan EIR, certified by Merced County on December 10, 2013, updated and expanded the environmental analyses and conclusions presented in the 2002 ACO EIR regarding the cumulative effects for all project types, including proposed and expanding dairy facility projects such as the Antonio Azevedo Dairy #2 Expansion project. The

2030 General Plan EIR contained two levels of cumulative analysis: the countywide evaluation of the potential effects of implementing the General Plan and its policies contained in Chapters 5 through 20 of the General Plan EIR; and a cumulative evaluation of planned development within unincorporated Merced County, cities within Merced County, and adjacent cities and counties set forth in Chapter 22 of the 2030 General Plan EIR. Therefore, the cumulative impact analysis for the Antonio Azevedo Dairy #2 EIR will incorporate the analyses contained in the 2030 General Plan EIR and the ACO EIR as summarized below, and as modified to reflect current environmental conditions in the county. In general, potential cumulative effects unique to dairies and other types of confined animal agriculture will be based on the potential for the Antonio Azevedo Dairy #2 Expansion project to make a cumulatively considerable contribution to a cumulative impact identified in the ACO EIR. For cumulative impacts that are common to all types of development projects, such as potential biological impacts, the cumulative analyses will be based on the environmental evaluation contained in the 2030 General Plan EIR.

#### ACO EIR CUMULATIVE HERD FORECAST

The ACO EIR evaluated cumulative effects for new and expanding animal confinement facilities in Merced County using a list-based approach in addition to a forecast of the future dairy herd based on the size of the then-existing herd and growth factors at the time of analysis (ACO EIR 2002). The ACO EIR cumulative analysis included an estimated herd for the San Joaquin Valley and Merced County in 2001, in addition to an expected dairy herd forecast for 2003, 2005, and 2010. The information below summarizes the cumulative dairy herd forecasted in the ACO EIR both for the San Joaquin Valley and Merced County, and compares it to United States Department of Agriculture (USDA) agricultural census data from counties in the San Joaquin Valley and Merced County for the years 2002, 2007, 2012, 2017, and 2022<sup>1</sup>.

#### San Joaquin Valley Herd

Table 12-1 includes the ACO EIR 2001 estimated San Joaquin Valley herd and the dairy herd forecast for 2003, 2005, and 2010.

The 2022 Census of Agriculture is the most recent year available from the USDA. The 2027 Census of Agriculture will be the next complete count of U.S. farms and ranches, as it is taken only once every five years.

<b>Table 12-1</b>	San Joaquin Valley ACO EIR Cumulative Dairy Herd – Forecasted Number
	of Head

Year	Total Herd	Milk Cows	Dry Cows	Heifers >2years	Heifers 1-2 years	Calves	Baby Calves
2001 <sup>(a)(b)</sup>	3,042,253	1,441,826	216,274	461,384	230,692	576,730	115,346
2003 <sup>(c)</sup>	3,101,445	1,469,879	220,482	470,361	235,181	587,952	117,590
2005 <sup>(c)</sup>	3,392,981	1,608,048	241,207	514,575	257,288	643,219	128,643
2010 <sup>(c)</sup>	4,289,314	2,032,850	304,928	650,512	325,256	813,141	162,628

Sources and Notes:

- (a) From the ACO EIR: California Department of Agriculture, Division of Marketing Services, Dairy Marketing Branch, 2001, California Dairy Statistics 2000, Table 4. The CDFA provides milk cow numbers for San Joaquin Valley counties in the cumulative herd.
- (b) The total dairy herd is estimated based on the number of mature milking cows. The support stock is extrapolated from mature milking cow numbers.
- (c) Cumulative herd numbers for the years 2003, 2005, and 2010 were estimated in the ACO EIR cumulative analysis. Cumulative dairies forecast includes existing, approved, and pending dairies, including estimates for several counties based on foreseeable growth rates at the time.

Table 12-2 includes the estimated dairy herd based on USDA agricultural census data from counties in the San Joaquin Valley for the years 2002, 2007, 2012, 2017, and 2022 (USDA 2002, 2007, 2012, 2017, 2022).

Table 12-2 CDFA Census of Agriculture: San Joaquin Valley Dairy Herd in 2002, 2007, 2012, 2017, and 2022

Year <sup>(a)</sup>	Total Herd <sup>(b)</sup>	Milk Cows	Dry Cows	Heifers >2years	Heifers 1-2 years	Calves	Baby Calves
2002	2,645,545	1,253,813	188,072	401,220	200,610	501,525	100,305
2007	3,225,639	1,528,739	229,311	489,196	244,598	611,496	122,299
2012	3,256,298	1,543,269	231,490	493,846	246,923	617,308	123,462
2017	3,210,682	1,521,650	228,248	486,928	243,464	608,660	121,732
2022	3,222,856	1,527,420	229,113	488,774	244,387	610,968	122,194

Sources and Notes:

- (a) United States Department of Agriculture (USDA), National Agricultural Statistics Service, Census Volume 1, Chapter 2: County Level Data: California. Table 11; Years 2002, 2007, 2012, 2017, 2022. The CDFA provides milk cow numbers for San Joaquin Valley counties in the cumulative herd.
- (b) The total dairy herd is estimated based on the number of mature milking cows. The support stock is extrapolated from mature milking cow numbers.

As shown in Tables 12-1 and 12-2 above, herd growth in the San Joaquin Valley as reported by CDFA has not matched herd numbers projected in the ACO EIR. The 2022 California Department of Food and Agriculture (CDFA) estimated herd count of 3,222,856 cows in the San Joaquin Valley is somewhere between the ACO EIR 2003 and 2005 herd forecasts of 3,101,445 and 3,392,981 cows, respectively. The CDFA estimates show an increase in the herd from 2002 to 2007, almost as projected by the ACO EIR for 2003 to 2005. However, there was little to no overall growth in the number of head between 2007 through 2022 according to CDFA data (see Table 12-2). Due to feed costs increasing and with milk prices at record low levels in 2008 and 2009, many dairy operators found little to no profit margin and the industry growth stagnated.

#### Merced County Herd

Table 12-3 includes the ACO EIR Merced County 2001 estimated herd and the dairy herd forecast for 2003, 2005, and 2010.

Table 12	12-3 Merced County ACO EIR Cumulative Dairy Herd – Forecasted Number of Head							
Year	Total Herd	Milk Cows	Dry Cows	Heifers >2years	Heifers 1-2 years	Calves	Baby Calves	
2001(a)(b)	429,695	203,647	30,547	65,167	32,584	81,459	16,292	
2003 <sup>(c)</sup>	488,887	231,700	34,755	74,144	37,072	92,680	18,536	
2005 <sup>(c)</sup>	534,842	253,480	38,022	81,114	40,557	101,392	20,278	
2010 <sup>(c)</sup>	676,133	320,442	48,066	102,542	51,271	128,177	25,635	

Sources and Notes:

- (a) California Department of Agriculture, Division of Marketing Services, Dairy Marketing Branch, 2001, California Dairy Statistics 2000, Table 4. The CDFA provides milk cow numbers for Merced County in the cumulative herd.
- (b) The total dairy herd is estimated based on the number of mature milking cows. The support stock is extrapolated from mature milking cow numbers.
- (c) Cumulative herd numbers for the years 2003, 2005, and 2010 were estimated in the ACO EIR cumulative analysis. Cumulative dairies forecast includes existing, approved, and pending dairies, including estimates based on foreseeable growth rates at the time.

Table 12-4 includes the estimated dairy herd based on USDA agricultural census data from Merced County for the years 2002, 2007, 2012, 2017, and 2022 (USDA 2002, 2007, 2012, 2017, 2022).

Table 12-4 CDFA Census of Agriculture: Merced County Dairy Herd in 2002, 2007, 2012, 2017, and 2022							007,
Year <sup>(a)</sup>	Total Herd <sup>(b)</sup>	Milk Cows	Dry Cows	Heifers >2years	Heifers 1-2 years	Calves	Baby Calves
2002	471,169	223,303	33,495	71,457	35,728	89,321	17,864
2007	576,541	273,242	40,986	87,437	43,719	109,297	21,859
2012	601,846	285,235	42,785	91,275	45,638	114,094	22,819
2017	575,047	272,534	40,880	87,211	43,605	109,014	21,803
2022	609,733	288,973	43,346	92,471	46,236	115,589	23,118

Sources and Notes:

- (a) United States Department of Agriculture, National Agricultural Statistics Service, Census Volume 1, Chapter 2: County Level Data: California. Table 11; Years 2002, 2007, 2012, 2017, 2022. The CDFA provides milk cown
- (b) The total dairy herd is estimated based on the number of mature milking cows. The support stock is extrapolated from mature milking cow numbers.

As shown in Tables 12-3 and 12-4 above, herd growth in Merced County as reported by CDFA has not matched herd numbers projected in the ACO EIR. The 2022 CDFA estimated herd count of 609,733 cows in Merced County is somewhere between the ACO EIR 2005 and 2010 herd forecasts of 534,842 and 676,133 cows, respectively. Compared to the San Joaquin Valley overall, Merced County experienced the same growth rate from 2002 - 2007 (22 percent growth); from 2007-2012, Merced County showed a 4 percent increase in herd compared to the San Joaquin Valley's overall 1

percent increase in herd; both Merced County and the San Joaquin Valley herd saw a decrease from 2012-2017, reverting back to 2007 herd numbers, with a 4 percent loss in Merced County and a 1 percent loss in the San Joaquin Valley overall; from 2017-2022, Merced County saw a recovery in herd numbers (near 2012 herd numbers) with a 6 percent increase, while San Joaquin Valley overall saw virtually no change in herd numbers. While Merced County has seen a greater fluctuation in the herd than the San Joaquin Valley between 2007-2022, the numbers are following similar trends, and are within ACO EIR cumulative dairy herd forecast.

The number of dairy project applications<sup>2</sup> submitted to Merced County has varied over the years. Comparing pending dairy applications in 2002 (at the time of preparation of the ACO EIR) to current pending dairy applications (as of May 2024), there were 14 pending dairy projects in 2002, and there are currently eight pending dairy projects with the County. Table 12-5 includes a summary of dairy applications submitted to Merced County from 2012 to 2023.

Table	Table 12-5         Merced County Dairy Project Applications: Years 2012 - 2023										
2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
6	2	0	5	2	0	0	2	7	3	0	0

Note: Only dairy projects that include an increase in herd and requiring environmental review are included. *Source: Planning Partners 2024*.

The average number of dairy project applications at Merced County over this time period was approximately 2.5 applications per year, with 2012, 2015, and 2020 showing a greater number of applications than usual, and 2014, 2017, 2018, 2022, and 2023 showing no new dairy applications. As of July 2024, there were no new dairy applications with the County.

#### Conclusion

While the proposed dairy expansion project is obviously well outside of the 2010 herd forecast timeframe in ACO, the most recent estimated herd is well within ACO EIR cumulative herd forecast for both the San Joaquin Valley and Merced County, and the ACO EIR analysis of cumulative effects for new and expanding animal confinement facilities in Merced County is still applicable and relevant.

#### Cumulative Impacts of Dairy Digester Development

As described in Impact GHG-1 of Chapter 8, *Greenhouse Gas Emissions and Energy Use*, of this EIR, the Azevedo Dairy #2 has no current plans to install an anaerobic digester on-site, though the applicant is in preliminary discussions to participate in an established biogas pipeline and dairy digester cluster network, with the nearest pipeline located approximately 0.6 miles north of the dairy. While participation in the digester cluster could contribute to cumulative impacts associated with increased development of dairy digesters at existing dairies in Merced County, these impacts have previously been evaluated by the County in the 2030 General Plan EIR, and by the CVRWQCB Digester General Order EIR. As identified in the Digester General Order EIR, development of dairy digester and co-digester facilities could contribute to cumulative impacts to water quality; regional criteria air pollutants; traffic and transportation; biological resources; hazardous materials;

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Only dairy projects that include an increase in herd and requiring environmental review are included.

aesthetics; archaeological, historical, and paleontological resources; and increased noise levels. The Merced County 2030 General Plan EIR also identified potential significant environmental impacts arising from implementation of the General Plan and land uses developed consistent with the Plan for cumulative impacts to: visual quality; agricultural resources; air quality; biological resources; cultural resources; global climate change; hydrology and water quality; cumulative loss of mineral resources; cumulative impacts to noise; transportation and circulation; and utilities and service systems.

#### 12.1.1 DEFINITION OF GEOGRAPHIC SCOPE OF CUMULATIVE IMPACTS ANALYSIS

Cumulative analyses included in the 2030 General Plan EIR and the ACO EIR are assessed based on an understanding of projected growth or specific projects within a defined geographical area. The extent of the area evaluated varies depending on which environmental issue is being assessed. For example, because hydrologic effects in one watershed would be unrelated to those in another, the cumulative assessment area for surface and groundwater hydrology is defined as the San Joaquin River watershed. In contrast, the area addressed in the air quality evaluation is the San Joaquin Valley Air Basin. The geographic area of each cumulative effect is set forth in the summary of potential cumulative effects in Section 12.1.3 below.

# 12.1.2 TIERING FROM THE CUMULATIVE IMPACTS ANALYSIS OF THE 2030 GENERAL PLAN EIR AND THE ACO EIR

"Tiering" refers to the relationship between a program-level EIR (where long-range programmatic cumulative impacts are the focus of the environmental analysis) and subsequent environmental analyses such as this subject document, which focus primarily on issues unique to a smaller project within the larger program or plan. Through tiering a subsequent environmental analysis can incorporate, by reference, discussion that summarizes general environmental data found in the program EIR that establishes cumulative impacts and mitigation measures, the planning context, and/or the regulatory background. These broad-based issues need not be reevaluated subsequently, having been previously identified and evaluated at the program stage.

In the case of the Antonio Azevedo Dairy #2 Expansion project, the cumulative analysis for this EIR is tiered from the 2030 General Plan EIR and the ACO EIR (Merced County 2002) as discussed in Chapter 1, *Introduction*, of this EIR.

# 12.1.3 SUMMARY OF THE CUMULATIVE IMPACTS ANALYSIS OF THE 2030 GENERAL PLAN EIR AND THE ACO EIR

The ACO EIR presents an assessment of the cumulative impacts associated with the construction and operation of animal confinement facilities in Merced County, including a San Joaquin Valley-wide cumulative herd forecast. Because the number of animals associated with the Antonio Azevedo Dairy #2 Expansion project would not constitute an exceedance of the forecasted herd numbers contained in the ACO EIR, the potential cumulative impacts identified by the ACO EIR for new and expanding animal confinement facilities would apply.

Additionally, the Merced County 2030 General Plan EIR evaluated the environmental impacts of implementing the General Plan on a comprehensive basis, including discussion of the full range of impacts that would occur because of future development, including new and expanding animal

confinement facilities. A full summary of the impact analysis of the 2030 General Plan EIR is included in Chapter 1, *Introduction*, of this EIR. Using the 2030 General Plan EIR and the ACO EIR cumulative analyses as a basis for evaluation, environmental issue areas listed below are assessed for cumulative impacts.

Where applicable, ACO EIR mitigation measures adopted to reduce the magnitude of potential cumulative effects that apply to the Antonio Azevedo Dairy #2 Expansion project are listed. For the text of the adopted ACO EIR mitigation measures, see Appendix L, ACO Final EIR - Summary of Impacts and Mitigation Measures. Adopted 2030 General Plan policies that apply to the project and would reduce the magnitude of potential cumulative effects are set forth in Chapter 11, Land Use Compatibility, of this EIR.

**Aesthetics:** The geography for cumulative effects to aesthetics is Merced County, its cities, and surrounding counties and their adjacent cities. The 2030 General Plan EIR found that the following cumulative significant effect for aesthetics would be considered less than significant with the implementation of mitigation measures identified in the General Plan EIR:

• Generation of substantial light and glare

Merced County adopted Mitigation Measure AES-3, which resulted in a revision to General Plan Policy NR-4.5 for this cumulative impact and has applied the revised General Plan requirements to the Antonio Azevedo Dairy #2 Expansion project.

The 2030 General Plan EIR found that glow effects in previously dark areas would be a significant cumulative effect. With implementation of the 2030 General Plan goals and policies and mitigation measures identified in the 2030 General Plan EIR, development consistent with Merced County's General Plan would not make a cumulatively considerable contribution to cumulative impacts to aesthetic and visual resources, including glow effects. Therefore, with implementation of General Plan policies and General Plan EIR mitigation measures, Merced County's contribution to the significant cumulative loss of aesthetic quality would be considered less than significant as identified in the 2030 General Plan EIR.

Because the aesthetic effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as determined in the Initial Study/Notice of Preparation (IS/NOP) (see Appendix A, *Notice of Preparation and Initial Study*) for the project, construction and operation of the proposed dairy expansion project would not make a cumulatively considerable contribution to this significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on aesthetics would be less than significant.

Agricultural Resources: The geography for cumulative effects to agricultural resources is Merced County, cities within Merced County, and surrounding counties and adjacent cities. Development under the 2030 General Plan in Merced County, in cities within the county, and in surrounding cities and counties would contribute to cumulative agricultural impacts and the net loss of important farmlands. Although the 2030 General Plan goals and policies would reduce and partially offset Merced County's contribution to these impacts, the contribution from implementation of the 2030 General Plan to the significant cumulative loss of agricultural resources is expected to be cumulatively considerable. Therefore, even with adoption of the General Plan measures, the cumulative impacts to agricultural resources in Merced County would be considered significant as

identified in the 2030 General Plan EIR and as modified to reflect current environmental conditions in the county.

Because the agricultural resource effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as identified in the IS/NOP for the project, construction and operation of the proposed dairy expansion project would not make a cumulatively considerable contribution to this significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on agricultural resources would be less than significant.

**Air Quality and Greenhouse Gas Emissions**: The geography for cumulative effects to air quality is the San Joaquin Valley Air Basin. The ACO EIR found that the following cumulative impacts to air quality and greenhouse gas emissions would be significant and unavoidable within the San Joaquin Valley Air Basin.

- Fugitive dust emissions from construction activities
- Ozone precursor emissions from dairy operations, farm equipment, and increased traffic
- PM<sub>10</sub> emissions from fugitive dust during project operations
- Ammonia and hydrogen sulfide emissions from animal confinement facility operations
- Greenhouse gas emissions from animal confinement facility operations
- Adverse odor from project operations

The ACO EIR found that the following significant cumulative impact to air quality would be considered less than significant with the implementation of mitigation measures identified in the ACO EIR:

• Exhaust emissions (ROG, NO<sub>x</sub>, CO, and PM<sub>10</sub>) related to construction activities

Merced County adopted Mitigation Measures AQ-1 through AQ-8 for the foregoing cumulative impacts as set forth in the ACO EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

Even with implementation of the 2030 General Plan goals and policies and mitigation measures identified in the 2030 General Plan EIR, the 2030 General Plan EIR found that operational emissions of PM<sub>10</sub> and PM<sub>2.5</sub> associated with General Plan buildout would be a significant cumulative effect. Therefore, the cumulative impacts to air quality in the San Joaquin County Air Basin would be considered significant as identified in the ACO EIR, the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county.

The project-level impact of implementing the Antonio Azevedo Dairy #2 Expansion project from ozone precursors (VOC and NO<sub>x</sub>) would exceed the SJVAPCD significance thresholds. Because of the magnitude of emissions from the project and pollutant concentrations in the San Joaquin Valley Air Basin, and because the Air Basin is in nonattainment for both federal and state ozone standards, the project's contribution to this effect would be cumulatively considerable. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 on air quality would be significant and unavoidable.

Cumulative impacts due to GHG emissions are discussed in in this EIR under Impact GHG-1 in Chapter 8, *Greenhouse Gas Emissions and Energy Use*. While the proposed project would exceed established significance thresholds for GHG emissions, the use of the proposed manure separator at

the dairy would reduce GHG emissions consistent with Scoping Plan mitigation strategies; since the use of the manure separators under proposed conditions would be consistent with the voluntary Scoping Plan methane mitigation strategy for dairy and livestock operations, cumulative impacts due to GHG emissions were determined to be less than significant.

Increased health risks at the Antonio Azevedo Dairy #2 Expansion from the emissions of toxic air contaminants (including ammonia and hydrogen sulfide) were determined to be less-than-significant with implementation of mitigation measures identified in the EIR. Because no emissions or air quality standards have been promulgated for ammonia, and the volume of ammonia emissions produced by dairies and other confined animal facilities, cumulative impacts due to ammonia were determined to be significant and unavoidable in the ACO EIR. While emissions from the project would contribute to cumulative emissions of ammonia, since the project impacts due to ammonia emissions were determined to be less than significant after mitigation, there would be no cumulatively considerable contribution to these significant cumulative effects. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 due to ammonia emissions would be less than significant.

Mitigation measures and regulatory requirements identified within the Antonio Azevedo Dairy #2 Expansion project EIR would reduce potential impacts due to: fugitive dust from construction; fugitive dust during project operations; and adverse odors to a less-than-significant level, and there would be no cumulatively considerable contribution to these significant cumulative effects. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 to these effects would be less than significant.

**Biological Resources**: The geography for cumulative effects to biological resources is Merced County, cities within Merced County, and surrounding counties and adjacent cities. The 2030 General Plan EIR found that development under the 2030 General Plan in Merced County, in cities within the county, and in surrounding cities and counties would contribute to cumulative effects to biological resources would be significant and unavoidable within the San Joaquin Valley:

- Adverse effects to special status species and sensitive habitats
- Adverse effects on wetlands, riparian habitat, and other sensitive natural communities.

Merced County adopted Mitigation Measures BIO-1a to BIO-1r, and BIO-4a to BIO-4d for the foregoing cumulative impacts as set forth in the 2030 General Plan EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

Although 2030 General Plan goals and policies would reduce and partially offset Merced County's contribution to this impact, the potential impacts to habitat and protected species throughout Merced County, cities within Merced County, and surrounding counties and adjacent cities are expected to be cumulatively considerable. The cumulative impacts to habitats and protected species in Merced County, cities within Merced County, and surrounding counties and adjacent cities would be considered significant as identified in the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county.

Because mitigation measures identified within the Antonio Azevedo Dairy #2 Expansion project EIR would reduce potential impacts to loss of biological resources to a less-than-significant level, and there is no riparian habitat on the project site, impacts to biological resources were determined to be less than significant. Throughout Merced County, the conversion of cultivated farmland to dairies and other developments is resulting in a cumulative and significant loss of foraging and

nesting habitat for some special-status and migratory birds. Conversion of seven acres of the project site to a dairy facility would contribute to that cumulative loss; however, since project impacts to biological resources were determined to be less than significant after mitigation, there would be no cumulatively considerable contribution to these significant cumulative effects. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 on biological resources would be less than significant.

**Cultural Resources**: The geography for cumulative effects to cultural resources is Merced County. The 2030 General Plan EIR found that the following cumulative significant effect for cultural resources would be considered less than significant with the implementation of mitigation measures identified in the 2030 General Plan EIR:

- Possible disturbance of known and unknown prehistoric and/or historic resources
- Possible adverse changes in archaeological resources, paleontological resources, unique geological features, or disturbances of human remains
- Possible degradation or loss of traditional cultural properties

Merced County adopted Mitigation Measures CUL-1a to CUL-1c, CUL-2, and CUL-3 for this cumulative impact as set forth in the 2030 General Plan EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

With implementation of the 2030 General Plan goals and policies and mitigation measures identified in the 2030 General Plan EIR, implementation of the 2030 General Plan would result in a less-than-significant cumulative effect. Impacts to cultural resources are isolated incidents that are project-specific, and generally do not contribute to a cumulative condition. Therefore, the cumulative impacts to cultural resources in Merced County would be considered less than significant as identified in the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county.

Because mitigation measures identified within the Antonio Azevedo Dairy #2 EIR would reduce potential impacts from the loss of unknown cultural resources, including tribal cultural resources, to a less-than-significant level, impacts to cultural resources were determined to be less than significant, and construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this less-than-significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on cultural resources would be less than significant.

**Geological and Mineral Resources**: The geography for cumulative effects from geologic hazards is Merced County. The 2030 General Plan EIR found that the following cumulative significant effects for geological resources would be considered less than significant with the implementation of mitigation measures identified in the 2030 General Plan EIR:

- Seismic damage
- Substantial soil erosion or loss of mineral resources
- Location of developed uses on unstable or expansive soils or other geohazards
- Location of septic systems on unfit soils

Merced County adopted Mitigation Measures GEO-4a to GEO-4c for these cumulative impacts as set forth in the 2030 General Plan EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

The 2030 General Plan EIR found that no potentially significant adverse effects due to geologic conditions were identified following implementation of 2030 General Plan goals and policies. Geologic conditions are highly localized. Therefore, with adoption of these measures, cumulative impacts to geological resources in Merced County would be considered less than significant as identified in the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county.

Because the geological resource effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as determined in the IS/NOP for the project, construction and operation of the proposed dairy expansion project would not make a cumulatively considerable contribution to this less-than-significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on geological resources would be less than significant.

For an evaluation of cumulative effects due to water quality during construction, see the discussion in Hydrology and Water Quality, below.

**Hazards**: The geography for cumulative effects from hazards is Merced County. The ACO EIR found that the following cumulative significant effects for hazards would be considered less than significant with the implementation of mitigation measures identified in the ACO EIR:

- Nuisance mosquitoes
- Nuisance flies
- Manure pathogens
- Residual manure at closed facilities

Merced County adopted Mitigation Measures HAZ-1 through HAZ-4 for these cumulative impacts as set forth in the ACO EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable. The cumulative impacts from hazards in Merced County would be considered less than significant after mitigation as identified in the ACO EIR and as modified to reflect current environmental conditions in the county.

Because impacts due to nuisance insects (hazards) at the Antonio Azevedo Dairy #2 were determined to be less than significant, there would be no cumulatively considerable contribution to cumulative effects due to hazards. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion due to hazards would be less than significant.

For an evaluation of cumulative effects from manure pathogens, see Hydrology and Water Quality below.

**Hydrology and Water Quality**: The geography for cumulative effects to hydrology is the San Joaquin River Watershed. The ACO EIR found that the following cumulative significant effect for hydrology and water quality would be significant and unavoidable within the San Joaquin River Watershed:

• Development in the zone of high sensitivity to groundwater contamination

The ACO EIR also found that the following significant cumulative impact to hydrology and water quality would be considered less than significant with the implementation of mitigation measures identified in the ACO EIR:

- Modification of surface water drainage patterns
- Increase in runoff
- Exposure to flood risks
- Water supply well pathways for pollutant migration

Merced County adopted Mitigation Measures WQ-1 through WQ-6 for the foregoing cumulative impacts as set forth in the ACO EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

The 2030 General Plan EIR found impacts related to groundwater overdraft would be a significant cumulative effect. Therefore, cumulative effects due to the degradation of groundwater resources and groundwater overdraft in the San Joaquin River Watershed would be considered significant and unavoidable as identified in the ACO EIR, the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county.

While there may be an increase in groundwater use with the Antonio Azevedo Dairy #2 Expansion project, the majority of the water use on the dairy is for irrigation and would contribute to groundwater recharge; therefore, impacts to groundwater supplies were determined to be less-than-significant. There would be no cumulatively considerable contribution to cumulative groundwater overdraft effects, and the cumulative impact of the Antonio Azevedo Dairy #2 Expansion due to groundwater overdraft would be less than significant.

With implementation of water quality mitigation measures, project-level groundwater quality effects of the Antonio Azevedo Dairy #2 were determined to be significant. Similarly, impacts to groundwater quality at off-site locations due to the export of manure were determined to be significant. Operation of the Antonio Azevedo Dairy #2 could continue to contribute to the cumulative effects due to the degradation of groundwater resources in the San Joaquin River Watershed, and the proposed project would make a cumulatively considerable contribution to these significant and unavoidable effects. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion on groundwater quality would be significant and unavoidable.

**Land Use**: The geography for cumulative effects to land use is Merced County. The ACO EIR found that the following cumulative impact for land use would be significant and unavoidable within Merced County:

• Land use conflicts with rural residences

The ACO EIR found that the following significant cumulative impacts for land use would be considered less than significant with the implementation of mitigation measures identified in the ACO EIR:

- Conversion of cultivated land to confined animal facilities
- Land use conflicts with urban and sensitive land uses

Merced County adopted Mitigation Measures LU-2 and LU-3 for the foregoing cumulative impacts as set forth in the ACO EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable. Adverse effects to existing rural residences adjacent to existing animal confinement facilities were identified as significant and unavoidable as identified in the ACO EIR and as modified to reflect current environmental conditions in the county.

Adverse effects to existing rural residences adjacent to the Antonio Azevedo Dairy #2 Expansion project were determined to be less than significant. Because the land use effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant, construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project to land use would be less than significant.

**Noise**: The geography for cumulative effects to the noise environment is Merced County. The 2030 General Plan EIR found that the following cumulative significant effects for noise would be considered to be less than significant within Merced County:

- Creation of noise levels in excess of standards
- Increase in noise levels or the development of sensitive uses in areas subject to noise impacts

The 2030 General Plan EIR found that the following cumulative significant effect for noise would be considered significant within Merced County:

• Exposure to groundborne vibration

Merced County adopted Mitigation Measures NSE-5a to NSE-5f for this cumulative impact as set forth in the 2030 General Plan EIR, and has applied the measures to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

The 2030 General Plan EIR found that the cumulative significant effect as a result of the creation of excessive noise levels due to increases in vehicle traffic would be considered significant and unavoidable within Merced County even with the adoption of mitigation. Merced County adopted Mitigation Measures NSE-4a and NSE-4b for this cumulative impact as set forth in the 2030 General Plan EIR, and has applied the measure to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

The 2030 General Plan EIR found that, other than increases in vehicle noise, no potentially significant adverse effects due to noise were identified following implementation of 2030 General Plan goals and policies. The cumulative impacts to the noise environment in Merced County would be considered significant and unavoidable as identified in the 2030 General Plan EIR.

Because the noise effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as determined in the IS/NOP for the project, construction and operation of the proposed dairy expansion project would not make a cumulatively considerable contribution to this significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on noise would be less than significant.

**Population and Housing**: The geography for cumulative effects to population and housing is Merced County, cities within Merced County, and surrounding counties and adjacent cities. No significant cumulative impacts were identified in the 2030 General Plan EIR; the cumulative impacts to population and housing in Merced County would be considered less than significant as identified in the 2030 General Plan EIR. Because the population and housing effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as identified in the IS/NOP for the project, construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this less-than-significant cumulative effect. Thus, the cumulative impact

of the Antonio Azevedo Dairy #2 Expansion project on population and housing would be less than significant.

**Public Services:** The geography for cumulative effects to public services is Merced County. No significant cumulative impacts were identified in the 2030 General Plan EIR; the cumulative impacts to public services in Merced County would be considered less than significant as identified in the 2030 General Plan EIR. Because the public services effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as identified in the IS/NOP for the project, construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this less-than-significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on public services would be less than significant.

Recreation: The geography for cumulative effects to recreation resources is Merced County. No significant cumulative impacts were identified in the 2030 General Plan EIR; the cumulative impacts to recreation resources in Merced County would be considered less than significant as identified in the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county. Because the recreation resources effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as identified in the IS/NOP for the project, construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this less-than-significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on recreation resources would be less than significant.

**Transportation and Circulation**: The geography for cumulative effects to transportation and circulation is the San Joaquin Valley. The ACO EIR found that the following cumulative significant effect for transportation and circulation would be considered less than significant with the implementation of mitigation measures identified in the ACO EIR:

Addition of traffic on area roadways and high-weight vehicles on rural roads

Merced County adopted Mitigation Measure TRF-1 for this cumulative impact as set forth in the ACO EIR, and has applied the measure to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

The 2030 General Plan EIR found that even with implementation of General Plan policies and mitigation, Merced County's contribution to regional cumulative impacts related to traffic would be cumulatively significant. Therefore, even with adoption of these measures, the cumulative impacts to traffic and roadways in Merced County would be considered significant as identified in the ACO EIR, the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county.

Because the transportation and circulation effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as determined in the IS/NOP for the project, construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this significant cumulative effect. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 on transportation and circulation would be less than significant.

**Utilities and Service Systems**: The geography for cumulative effects to utilities and service systems is Merced County. The ACO EIR found that the following cumulative significant effects for utilities

and service systems would be considered less than significant with the implementation of mitigation measures identified in the ACO EIR:

• Interference with irrigation district facilities

Merced County adopted Mitigation Measure PF-2 for this cumulative impact as set forth in the ACO EIR, and has applied the measure to the Antonio Azevedo Dairy #2 Expansion project, as applicable.

The 2030 General Plan EIR found impacts related to water supply and delivery systems would be a significant cumulative effect. Therefore, even with implementation of General Plan policies and measures, the cumulative impacts to water supply resources in Merced County would be considered significant as identified in the ACO EIR, the 2030 General Plan EIR, and as modified to reflect current environmental conditions in the county. Because the impact to water supply systems and provision of other utilities and services effects of the Antonio Azevedo Dairy #2 Expansion project would be less than significant as identified in the IS/NOP for the project, the construction and operation of the dairy expansion project would not make a cumulatively considerable contribution to this significant cumulative effect<sup>3</sup>. Thus, the cumulative impact of the Antonio Azevedo Dairy #2 Expansion project on utilities and services would be less than significant.

#### 12.2 GROWTH INDUCEMENT AND SECONDARY EFFECTS

CEQA Guidelines Section 15126.2(d) requires that an EIR identify any growth-inducing impacts that may result from a project. The CEQA Guidelines define a growth-inducing impact as:

...the ways in which the proposed project could foster economic or population growth, or the construction of additional housing, either directly or indirectly, in the surrounding environment. Included in this are projects which would remove obstacles to population growth... It must not be assumed that growth in any area is necessarily beneficial, detrimental, or of little significance to the environment.

Induced growth as defined in this section of CEQA includes the direct employment, population, or housing growth of a project as well as the secondary or indirect growth accompanying direct growth. New employees from commercial development and new population from residential development represent direct growth, and induce additional economic activity in a given area from the increase in aggregate spending generated as purchases of goods and services. New employment also adds to the demand for local housing, although since all employees employed in a given community will not necessarily live in that community, this housing demand increase will tend to be less than the increase in employment. A project can induce growth by lowering or removing infrastructure barriers to growth, improving transportation access to an area, introducing a new use into an area, or by creating an amenity such as tourist-oriented facilities that attract new population or economic activity.

#### 12.2.1 DIRECT GROWTH

Implementation of the Antonio Azevedo Dairy #2 Expansion project would not result in any direct growth inducement. With implementation of the proposed project, the number of employees would increase from 8 to approximately 12 total workers. No new residences would be constructed on site.

<sup>&</sup>lt;sup>3</sup> For an evaluation of cumulative impacts related to groundwater overdraft, see Hydrology and Water Quality above.

The existing workforce within Merced County (124,300 workers, of whom 9.6 percent, or 11,900 people, were unemployed in July 2024) could accommodate additional labor needs for construction or operation of the project without requiring the importation of large numbers of workers (EDD 2024). Similarly, any additional housing demands caused by future project employees could be accommodated by existing and planned housing resources within Merced County.

#### 12.2.2 Infrastructure Barriers to Growth

A project could be expected to induce growth by removing an infrastructure barrier to growth. Infrastructure barriers can be both physical (e.g., lack of a road for access or sufficient sewage treatment capacity), or they can be institutional (e.g., the lack of some regulatory condition or capacity to allow development to occur).

The proposed Antonio Azevedo Dairy #2 Expansion project is located in an active agricultural district. Because animal confinement facilities do not require additional public facilities beyond those typically provided in agricultural areas, the animal confinement operations themselves would not be expected to increase the demand for public facilities beyond the levels provided and planned for by public utilities. The Antonio Azevedo Dairy #2 is currently served by some services and infrastructure, and would not result in the need for any major new systems or substantial alterations to these utility systems (see Appendix A, *Notice of Preparation and Initial Study*). The existing domestic and irrigation wells would continue to be used to provide water to the dairy site and irrigate surrounding cropland. The project is not growth inducing from the perspective of adding new infrastructure because no new infrastructure that could induce growth is proposed or required by the proposed project. Thus, implementation of the Antonio Azevedo Dairy #2 Expansion project would not serve to reduce an infrastructure barrier to growth.

#### 12.2.3 Institutional Barriers to Growth

The proposed project could also result in induced growth if it removed a policy or political (institutional) barrier to urban growth. The following discussion qualitatively evaluates this impact.

The proposed dairy expansion project is consistent with Merced County land use plans, and does not include any changes in zoning or land use designations that would directly or indirectly increase the potential for growth. Therefore, the Antonio Azevedo Dairy #2 Expansion project would not induce growth beyond that which has been anticipated in Merced County planning documents.

#### 12.3 EFFECTS FOUND NOT TO BE SIGNIFICANT

On the basis of the Notice of Preparation (NOP) for the Antonio Azevedo Dairy #2 Expansion project, in addition to comments received on the NOP, it was determined that the following environmental issues did not need to be evaluated in this EIR:

- Aesthetics;
- Agriculture and Forestry Resources;
- Geology;
- Hazards/Hazardous Materials;
- Mineral Resources;

- Noise;
- Population and Housing;
- Public Services;
- Recreation;
- Transportation/Traffic;
- Utilities and Service Systems;
- Wildfire.

As allowed for by State CEQA Guidelines Section 15128, the reasons for this determination are contained in the Initial Study for the Antonio Azevedo Dairy #2 Expansion project that is included in Appendix A, *Notice of Preparation and Initial Study*, of this document.

The following potentially significant effects were found not to be significant or less than significant after mitigation as evaluated in this EIR:

- Construction-related air emissions
- Carbon monoxide emissions from operational equipment and increased traffic
- PM<sub>10</sub> and PM<sub>2.5</sub> emissions from fugitive dust during project operations
- Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations
- Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants
- Adverse odor from project operations
- Health impacts due to Valley Fever
- Health effects as a result of exposure to bioaerosols during dairy operations
- Conflict with or obstruct implementation of the applicable air quality plan
- Nest disturbance and loss of foraging habitat for Swainson's hawk
- Impacts to giant gartersnake
- Impacts to burrowing owl
- Impacts to the San Joaquin kit fox and/or American badger
- Loss of nesting habitat for tricolored blackbird
- Loss of foraging and nesting habitat for sensitive and migratory bird species
- Loss and/or degradation of special-status plant species
- Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities; loss or modification of wetlands
- Interference with night-active wildlife or migrating birds
- Potential selenium and heavy metals effects to on-site biological resources
- Conflict with local policies or ordinances protecting biological resources
- Cause a substantial adverse change in the significance of a historical or archaeological resource
- Result in the accidental discovery and disturbance of human remains
- Cause a substantial adverse change in the significance of a tribal cultural resource

- Greenhouse gas emissions from project construction and operation
- Wasteful or inefficient consumption of energy
- Conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions, or conflict with or obstruct a state or local plan for renewable energy or energy efficiency
- Increased fly production and related nuisance effects
- Create significant nuisance conditions due to increased mosquito production
- Degradation of water quality due to storm water runoff during project construction
- Degradation of surface water quality from dairy expansion project operations
- Decrease groundwater supplies
- Modification of surface water drainage patterns and an increase in runoff
- Risk release of pollutants due to project inundation in flood zones
- Water supply pathways for pollutant migration
- Consistency with Merced County Land Use Plans and policies adopted to protect the environment, including setback standards
- Land use compatibility with existing off-site residential uses adjacent to the project area
- Land use compatibility with existing parks or wildlife uses adjacent to the project area
- Growth Inducement and Secondary Effects
- Irreversible Commitment of Resources
- Potential Environmental Damage from Accidents

The project's contribution to the following significant cumulative effects was found to be not cumulatively considerable with implementation of mitigation as evaluated in this EIR:

- Cumulative impacts to aesthetics
- Cumulative impacts to agricultural resources
- Cumulative impacts to biological resources
- Cumulative impacts to cultural resources
- Cumulative impacts to geological and mineral resources
- Cumulative impacts to hazards
- Cumulative impacts to land use
- Cumulative noise impacts
- Cumulative impacts to population and housing
- Cumulative impacts to public services
- Cumulative impacts to recreation
- Cumulative transportation and circulation effects
- Cumulative impacts to utilities and service systems

#### 12.4 SIGNIFICANT UNAVOIDABLE ENVIRONMENTAL EFFECTS

The significant unavoidable environmental effects of the proposed project are as follows:

- Ozone precursor emissions from dairy operations, farm equipment, and increased traffic
- Groundwater contamination from operation of the Antonio Azevedo Dairy #2
- Impacts to water quality at off-site locations as a result of project operations
- Conflict with or obstruct implementation of a water quality control plan or sustainable groundwater management plan
- Cumulative air quality impacts
- Cumulative hydrology and water quality impacts

Merced County is unable to mitigate any of these potentially significant adverse environmental impacts to a less-than-significant level; all of the adverse impacts of the proposed project identified above would remain significant and unavoidable.

#### 12.5 SIGNIFICANT IRREVERSIBLE CHANGES

CEQA Guidelines Section 15126.2 requires the evaluation of significant irreversible environmental changes, stating that "uses of nonrenewable resources during the initial and continued phases of a proposed project may be irreversible since a large commitment of these resources makes removal or nonuse thereafter unlikely." This section of the EIR evaluates whether the project would result in the irretrievable commitment of resources, or would cause irreversible changes in the environment. Also, this section identifies any irreversible damage that could result from environmental accidents associated with the proposed project.

#### 12.5.1 IRREVERSIBLE COMMITMENT OF RESOURCES

Implementation of the proposed project would result in the expansion of an existing dairy facility; it would also require both direct and indirect expenditures of energy. Indirect energy would be consumed by the use of construction materials for the project (e.g., energy resource exploration, power generation, mining and refining of raw materials into construction materials used, including placement). Direct energy impacts would result from the total fuel consumed in vehicle propulsion (e.g., construction vehicles, heavy equipment, and other vehicles using the facility). Additional energy resource demands would be used for the heating and cooling of buildings, transportation of people and goods, and lighting and other associated energy needs.

Construction and operation of the proposed project would contribute to the incremental depletion of resources, including renewable and non-renewable resources. Resources such as lumber and other forest products are generally considered renewable resources and would be replenished over the lifetime of the project. For example, lumber supplies are increased as seedlings mature into trees. Therefore, the development of the project would not result in the irreversible commitment of renewable resources. Nevertheless, there would be an incremental increase in the demand for these resources over the life of the project.

Non-renewable resources, such as natural gas, petroleum products, asphalt, petrochemical construction materials, steel, copper and other metals, and sand and gravel are considered to be commodities that are available in a finite supply. The processes that created these resources occur

over a long period of time. Therefore, the replacement of these resources would not occur over the life of the project. To varying degrees, these materials are all readily available and some materials, such as asphalt or sand and gravel, are abundant. Other commodities, such as metals, natural gas, and petroleum products, are also readily available, but they are finite in supply given the length of time required by natural processes to create them.

The demand for all such resources is expected to increase regardless of whether or not the project is developed. As discussed in the ACO EIR, the number of dairy facilities in the San Joaquin Valley is expected to increase under the cumulative herd forecast. Therefore, if not consumed by this project, these resources would likely be committed to other projects in the region intended to meet this anticipated growth. The investment of additional resources in the project would be typical of the level of investment normally required for dairies of this scale. Mitigation measures have been included in this EIR to reduce and minimize impacts to renewable and non-renewable resources.

#### 12.5.2 IRREVERSIBLE ENVIRONMENTAL CHANGES

Irreversible long-term environmental changes associated with the proposed project are evaluated in Chapters 5 to 11 of this EIR. These irreversible environmental changes would include an increase in operational air emissions and greenhouse gases, among other impacts. Design features have been incorporated into the proposed project and mitigation measures have been included in this EIR to minimize the effects of the environmental changes associated with the development of the project. The project would result in significant and unavoidable impacts to air quality and water quality, as listed above in Section 12.4, Significant Unavoidable Environmental Effects.

#### 12.5.3 POTENTIAL ENVIRONMENTAL DAMAGE FROM ACCIDENTS

Potential impacts and irreversible damage that could result from environmental accidents associated with the project have been previously evaluated in Section VII, *Hazards* in the IS/NOP (see Appendix A). The project proposes no uniquely hazardous uses, and its operation would not be expected to cause environmental accidents that would affect other areas.

#### 13.1 Introduction

Section 15126.6 of the California Environmental Quality Act (CEQA) Guidelines requires that an Environmental Impact Report (EIR) describe and comparatively evaluate a range of reasonable alternatives to a project, or location of the project, that would feasibly attain most of the basic objectives of the project but would avoid or substantially lessen any of the project's significant effects. Thus, the range of alternatives evaluated in the following analysis is dictated by the range of project significant impacts identified in this EIR. Evaluated alternatives are limited to those that would reduce or eliminate identified environmental impacts.

This EIR identified 17 significant impacts that would occur with implementation of the proposed Antonio Azevedo Dairy #2 project, including:

- 1. the generation of ozone precursor emissions;
- 2. the exposure of nearby residents to the emission of toxic air contaminants;
- 3. nest disturbance and loss of foraging habitat for Swainson's hawk;
- 4. impacts to giant gartersnake;
- 5. impacts to burrowing owl;
- 6. impacts to the San Joaquin kit fox and/or American badger;
- 7. loss of nesting habitat for tricolored blackbird;
- 8. loss of foraging and nesting habitat for sensitive and migratory bird species;
- 9. substantial adverse change in the significance of historic or archaeological resources;
- 10. accidental discovery and disturbance of human remains;
- 11. degradation of surface water quality from dairy project operation;
- 12. groundwater contamination from dairy operations;
- 13. risk release of pollutants due to project inundation in flood zones;
- 14. impacts to water quality at off-site locations that receive manure;
- 15. conflict with or obstruct implementation of a water quality control plan or sustainable groundwater management plan;
- 16. cumulative impacts to air quality;
- 17. cumulative impacts to hydrology and water quality.

The environmental analysis concluded that all significant impacts could be reduced to a less-than-significant level with implementation of mitigation measures set forth in the EIR, except for impacts from ozone precursor emissions, impacts to groundwater quality from dairy project operations, impacts to water quality at off-site locations that receive manure, conflicts with a water quality control plan, and a significant contribution to cumulative air quality and water quality impacts. These impacts would remain significant and unavoidable. Accordingly, three alternatives, in addition to the required No Project alternative, were formulated to illustrate the range of project alternatives that could be implemented as an alternative to the proposed Antonio Azevedo Dairy #2 Expansion project. This chapter also summarizes the alternatives considered but rejected. CEQA does not require the environmental review of alternatives to be at the same level of detail as that for the proposed project [CEQA Guidelines Section 15126.6(d)], and the EIR "need not 'consider in detail each and every conceivable variation of the alternatives stated." (Citing Laurel Heights Improvement Assn. v. Regents of University of California (1988) 47 Cal.3d 376, 406, 407.) The review must be at a sufficient level, however, to allow for a meaningful comparison of the environmental merits of each.

"Absolute perfection" is not required in analyzing the alternatives (Citizens of Goleta Valley v. Board of Supervisors (1990) 52 Cal.3d 553; Laurel Heights Improvement Association v. Regents of the University of California (1988) 47 Cal.3d 376).

To provide this meaningful comparison, Table 13-7 (shown at the end of this chapter) summarily compares the identified alternatives. The alternatives, as well as their comparative merits, are described below.

#### 13.1.1 ALTERNATIVES CONSIDERED BUT ELIMINATED FROM FURTHER ANALYSIS

In accordance with CEQA Guidelines Section 15126.6(f), several alternatives were considered for the Antonio Azevedo Dairy #2 project, but rejected as infeasible.

#### ALTERNATIVE SITES OUTSIDE THE SAN JOAQUIN VALLEY

The alternative involving the relocation of dairy facilities to alternative sites outside the San Joaquin Valley was eliminated, despite the fact that siting outside of the San Joaquin Valley Air Basin might speculatively lessen the incremental effect of air emissions and potential air quality cumulative effects. However, because these properties would be outside the jurisdiction of the County; the project applicant does not own, or cannot reasonably acquire an additional dairy site outside of the San Joaquin Valley; and relocation of existing facilities would be costly, this alternative was considered infeasible and rejected from further analysis.

#### ORGANIC DAIRY FARM MANAGEMENT ALTERNATIVE

Under the Organic Dairy Farm Management Alternative, the existing Antonio Azevedo Dairy #2 would implement operational improvements and an expanded herd as included in the project description, but would implement an alternative management system by conversion to an organic dairy. The Organic Dairy Farm Management Alternative would reduce impacts from greenhouse gases and minimize potential environmental impacts from pesticides and antibiotics. Organic farms rely heavily on pasture for at least several months every year, and the key environmental benefits of the Organic Dairy Farm Management Alternative are linked to grazing. Greenhouse gas emissions for grazing operations are minimized by: reducing the loss of manure methane during storage, since a portion of the manure would be deposited in pasture; indirectly reducing reliance on corn in feed rations; and soil sequestration of carbon within pastures.

In order to be certified as an organic dairy, the United States Department of Agriculture's (USDA) National Organic Program requires that animals must be able to obtain at least 30 percent of their daily feed intake from pasture during the grazing season, and all animals over six months of age must have daily access to pasture during the grazing season (USDA 2013). A University of Missouri Extension paper on pasture-based dairies found that the acreage required to adequately pasture cows ranged from 0.3 acres per cow to 3 acres per cow (Horner, J. and R. Milhollin 2020). With the proposed expansion, there would be approximately 4,000 cows over six months of age needing pasture. Therefore, based on the USDA study survey, the proposed dairy under an organic dairy management scenario could require from 1,200 to 12,000 acres of pasture. Since the cows must have daily access to pasture during the grazing season, the pasture needs to be located where the cows are at the dairy site. However, the applicant does not own sufficient acreage of adjacent pasture, and the project vicinity has limited agricultural land availability (Trulia.com 2024). Based on the potentially

large amount of acreage required for pasture and the lack of available agricultural real estate in the project vicinity, the project applicant cannot reasonably acquire additional land adjacent to the dairy for pasture.

In addition, current federal farm policies could make organic farming difficult to implement. The USDA's National Organic Program certification of a farming operation can be a complicated process in which the farm must go through a three-year transition period where they manage their farm as if already certified organic. The pasture and cropland providing feed for organic dairies during the three-year transitional phase may not be labeled or marketed as organic, and the farmer would not see a return on the initial investment for several years. Current standards also require the dairy herd to be fed 100 percent organic feed and to be provided organic health care for 12 months before being certified. Alternatively, a farmer could purchase a certified organic herd. Grazing is required for all animals over six months of age, with a required amount of feed from pasture of at least a 30 percent dry matter intake for the entire grazing season. As a result, organic operations must often undergo three years of higher costs before the higher organic milk prices are received. In addition, detailed production records must be kept for five years post-certification for a farm to be in compliance with the regulations, and access to these records must be provided to USDA and its certifying agents (USDA 2013).

According to a study by the USDA, certification paperwork and compliance costs were reported by 40 percent of producers surveyed as the most challenging aspect of organic milk production, followed by finding new organic input sources (dairy replacement and feed), higher costs of production, and maintaining animal health. The volume of organic inputs needed on large farms in the West may account for the level of concern with sourcing inputs. Access to pasture for dairy feed also had a strong influence on whether a dairy becomes organic (USDA 2009, 2020). The study also found that larger organic dairies could reduce production costs due to economies of size; however, the additional costs of complying with pasture requirements and securing organic inputs in large volume may limit the cost advantages of larger organic operations (USDA 2009, 2020).

Based on the potentially large amount of acreage required for pasture and the lack of available agricultural real estate in the project vicinity, the project applicant cannot reasonably acquire additional land. In addition, current federal farm policies could make organic farming difficult to implement. For each and every reason identified above, this alternative was considered infeasible and rejected from further analysis.

#### SOLID-SCRAPE MANURE MANAGEMENT ALTERNATIVE

Under the Solid-Scrape Manure Management Alternative, the existing dairy would be modified from a flush water lagoon system to a solid-scrape dry manure management system. All other improvements and the herd size increase associated with the proposed dairy expansion project would also occur under the Solid-Scrape Manure Management. This alternative was selected to further reduce greenhouse gas emissions and to consider a strategy that may be adopted in the future as a result of the California Air Resources Board (CARB) Short-Lived Climate Pollutant Strategy (SLCP) (2017) proposed actions for the methane reductions from the dairy sector.

Dairy methane emissions may be significantly reduced by switching from flush water lagoon systems (anaerobic bacterial breakdown) to solid-scrape or dry manure management practices (aerobic bacterial breakdown). The use of manure management systems such as vacuum or scrape would

allow for easier transport of manure off site to centralized digester systems, or to localized storage for on-site digesters. Scrape systems are probably best used by dairies that are land constrained, or those that wish to expand their herd without expanding their land footprint, and therefore need to export their manure in order to be in compliance with the Existing Dairy General Order (CARB 2017).

In many cases, converting to scrape systems at dairies may not yet be cost-effective. Many California dairies operate flush systems because they tend to have lower labor and operating costs, require less frequent maintenance of floors, and allow for the distribution of nutrients onto fields with lagoon water. For large dairy facilities, flush systems save on manual labor since it is easier to move liquid around to multiple barns by hydraulics rather than manually transporting solid manure to extensive farm areas (Sustainable Conservation 2015).

Using dry or scrape-based manure management systems at existing dairies would reduce methane emissions by keeping manure out of lagoons, but depending on conditions, solid manure management practices could lead to increased emissions of PM<sub>10</sub>, ammonia, nitrous oxide, and volatile organic compounds (VOC). The feasibility and indirect implications of switching to solid-scrape manure management is being explored by the CARB (CARB 2017). In 2018, the Dairy and Livestock Greenhouse Gas Emissions Working Group developed recommendations to advance methane emissions reductions at California dairy and livestock operations. Among these recommendations, the Working Group proposed additional research into whole-farm emissions changes related to non-digester practices to reduce GHG emissions, such as converting to scrape systems (CARB 2018). These actionable recommendations have been included in the 2022 Scoping Plan as strategies for achieving climate goals.

The CARB's SLCP Strategy lays out a range of options to accelerate SLCP emission reductions in California, including regulations, incentives, and other market-supporting activities. As stated in the Strategy, California can cut methane emissions by 40 percent below current levels in 2030 by capturing or altogether avoiding methane from manure at dairies, meeting national industry targets for reducing methane emissions from enteric fermentation, effectively eliminating disposal of organics in landfills, and reducing fugitive methane emissions by 40-45 percent from all sources. California will aim to reduce methane emissions from dairy manure management by at least 50 percent in 2025 and 75 percent in 2030. To accomplish this, the State will encourage and support near-term actions by dairies to reduce emissions through market support and financial incentives. At the same time, CARB will initiate a rulemaking process to develop regulations for dairy manure management in California (CARB 2017, 2022).

More data is needed regarding the overall emissions impacts of conversion from flush- to scrape-based manure management systems, in addition to water use impacts and economics. Switching from one manure management practice to another could result in both increased and decreased impacts across the environmental spectrum (Sustainable Conservation 2015).

In summary, while dairy methane emissions may be significantly reduced under this alternative, converting to scrape systems at dairies may not yet be cost-effective, and solid manure management practices could lead to increased emissions of PM<sub>10</sub>, ammonia, nitrous oxide, and VOCs. Further, additional data and supporting regulations are needed before switching to solid-scrape manure management. For each and every reason identified, this alternative was considered infeasible and rejected from further analysis.

#### COMPOST BEDDED PACK BARN ALTERNATIVE

Compost-bedded pack barns are an open sided, loose housing system for dairy cows. They can increase cow comfort, as cows have an open bedded pack area for resting and exercise. Bedding materials are usually almond shells, straw, sawdust, or other high carbon dried material mixed with manure. Pack management to promote microbial activity includes daily tilling of the upper pack, depending on materials and weather conditions.

Identified manure management benefits from compost bedded pack barns include: a reduction of manure collected in liquid form; nutrients become easier to transport or export; partially composted material may have fewer weed seeds and pathogens; and, a shorter time needed to finish composting material removed from the barn. However, there are additional management considerations, including: twice daily tilling to maintain aerobic conditions; monitoring and maintaining proper temperature and moisture; the required addition of carbon-based materials; frequency of carbon additions become dependent on stocking density and climate; rain water must be prevented from contacting the bedded pack; and cows kept in bedded pack barns may be dirtier. Compost-bedded pack barns may result in a lower initial investment than that needed for freestall housing systems, however, their variable costs (e.g., bedding costs) may be higher (Mitloehner 2021). CARB estimates that converting to a compost bedded pack barn results in an estimated methane reduction of 87 percent when converting freestall housing, or 65 percent converting open lot housing (CDQAP 2021). However, EPA's assessment of their efficacy indicated much less certainty, and found lifecycle analysis may be necessary to estimate net GHG emission reductions. This methodology in ranked as second to last in manure management practices and their relative methane reductions. With compost-bedded pack barns, methane emissions are expected to decrease when converting from an uncovered anaerobic lagoon, remain unchanged when converting from a liquid/slurry system, and increase when converting from composting, solid storage, or daily spread. Additionally, nitrous oxide emissions may increase (EPA 2024). Compost bedded pack barns are generally considered more appropriate for small to medium sized dairies, or as a special needs barn.

In summary, while dairy methane emissions may be reduced under this alternative, converting to compost-bedded pack barns at dairies may not be particularly effective at resulting in net GHG emission reductions, and would be considered more appropriate for small to medium sized dairies. Additional data and supporting regulations are needed before switching to compost-bedded pack barns for manure management. For each and every reason identified, this alternative was considered infeasible and rejected from further analysis.

#### 13.1.2 EVALUATION OF ALTERNATIVES

#### **ALTERNATIVE 1 - NO PROJECT ALTERNATIVE**

CEQA Guidelines require discussion of the "No Project" alternative to allow decision makers to compare the impacts of approving the proposed project with the impacts of not approving the proposed project [CEQA Guidelines Section 15126.6(e)]. Under the No Project Alternative, installation of the manure separator at the Antonio Azevedo Dairy #2 and expansion of the herd would not occur. The existing dairy facility and agricultural operations currently developed on the project site would continue under the No Project Alternative. The existing herd size of 2,735 animals at the existing dairy facility would be maintained on the project site in addition to continued use of the existing wastewater management system. Uses permitted under the General Agriculture

zoning designation without discretionary approval by Merced County are limited to crop production, including orchards and vineyards. Thus, the agricultural activities permitted by Merced County zoning designations and the facilities currently developed on the project site would continue under the No Project Alternative.

There are 17 significant impacts that would occur with implementation of the proposed Antonio Azevedo Dairy #2 project. Of these, six impacts would remain significant and unavoidable after the implementation of all feasible mitigation measures - two for air quality, and four for water quality. The No Project Alternative would reduce the magnitude of anticipated environmental impacts associated with the proposed project. The No Project Alternative would avoid the increment of increase for air quality and greenhouse gas emission impacts as a result of the proposed project. The No Project Alternative would not create any construction impacts or provide a source of additional odors. The No Project Alternative would reduce the magnitude of impacts related to air quality; biological and cultural resources; greenhouse gas emissions and energy; nuisance insects; hydrology and soil erosion; and land use compatibility. Based on the foregoing, the No Project Alternative would result in fewer environmental effects than the proposed Antonio Azevedo Dairy #2 project. Table 13-1 includes an evaluation of the relative impacts of implementing Alternative 1 - No Project Alternative compared to the proposed project.

Table 13-1 Evaluation of Alterna	tive 1 – No	Project Alternative
Impact	Level of Impact for Project	Level of Impact of Alternative 1 Compared to Proposed Project
Air Quality and Odors		
Construction-related air emissions	LS	Reduced magnitude but not significance from project since no additional dairy facilities would be constructed on the project site
Carbon monoxide emissions from operational equipment and increased traffic	LS	Reduced magnitude but not significance from project since there would be no increase in traffic
Ozone precursor emissions from dairy operations, farm equipment, and increased traffic	SU	Reduced magnitude and significance from project since there would be no increment of increase
PM <sub>10</sub> and PM <sub>2.5</sub> emissions from fugitive dust during project operations	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations	PS/LS	Reduced magnitude but not significance from project since there would be no increment of increase
Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Adverse odor from project operations	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Health impacts due to Valley Fever	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Health effects as a result of exposure to bioaerosols during dairy operations	LS	Reduced magnitude but not significance from project since there would be no increment of increase

Table 13-1 Evaluation of Alterna	tive 1 – No	Project Alternative
Impact	Level of Impact for Project	Level of Impact of Alternative 1 Compared to Proposed Project
Conflict with or obstruct implementation of the applicable air quality plan	LS	No change from project
Biological Resources		
Nest disturbance and loss of foraging habitat for Swainson's hawk	PS/LS	Reduced magnitude and significance from project since there would be no construction or conversion of cropland
Impacts to giant gartersnake	PS/LS	Reduced magnitude and significance from project since there would be no construction that could directly impact species in transit
Impacts to burrowing owl	PS/LS	Reduced magnitude and significance from project since there would be no construction that could indirectly impact nearby species
Impacts to the San Joaquin kit fox and/or American badger	PS/LS	Reduced magnitude and significance from project since there would be no construction or conversion of cropland
Loss of nesting habitat for tricolored blackbird	PS/LS	Reduced magnitude and significance from project since there would be no construction or conversion of cropland
Loss of foraging and nesting habitat for sensitive and migratory bird species	PS/LS	Reduced magnitude and significance from project since there would be no construction or conversion of cropland
Loss and/or degradation of special-status plant species	LS	No change from project since there is no suitable habitat located within the area that would be disturbed by construction
Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities or wetlands	LS	No change from project since there are no such habitats located within the area that would be disturbed by construction
Interference with night-active wildlife or migrating birds	LS	Reduced magnitude but not significance from project since there is a considerable amount of open space in the greater vicinity of the project site that can be used for wildlife movement
Potential selenium and heavy metals effects to on-site biological resources	LS	Reduced magnitude but not significance from project since there would be no increment of increase in the amount of feed
Conflict with local policies or ordinances protecting biological resources	LS	No change from project
Cultural Resources and Tribal Cultural Re	sources	1
Cause a substantial adverse change in the significance of a historical or archaeological resource	PS/LS	Reduced magnitude but not significance from project since ongoing cropping activities could result in discovery of unknown cultural resources
Result in the accidental discovery and disturbance of human remains	PS/LS	Reduced magnitude but not significance from project since ongoing cropping activities could result in accidental discovery of human remains
Cause a substantial adverse change in the significance of a tribal cultural resource	LS	No change from project since no traditional cultural properties were identified
Greenhouse Gas Emissions and Energy U	se	,
Greenhouse gas emissions from project construction and operation	LS	Reduced magnitude but not significance from project since there would be no increment of increase
	1	

Table 13-1 Evaluation of Alterna	tive 1 – No	Project Alternative
Impact	Level of Impact for Project	Level of Impact of Alternative 1 Compared to Proposed Project
Wasteful or inefficient use of energy	LS	Reduced magnitude but not significance from project since there would be no increment of increase in energy use
Conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions, or conflict with or obstruct a state or local plan for renewable energy or energy efficiency	LS	No change from project
Nuisance Conditions from Insects		,
Increased fly production and related nuisance effects	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Create significant nuisance conditions due to increased mosquito production	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Hydrology and Water Quality		,
Degradation of water quality due to storm water runoff during project construction	LS	Reduced magnitude but not significance from project since no additional dairy facilities would be constructed on the project site
Degradation of surface water quality from dairy expansion project operations	PS/LS	Reduced magnitude and significance from project since there would be no increment of increase
Groundwater contamination from dairy expansion project operations	SU	Reduced magnitude and significance from project since there would be no increment of increase
Decrease groundwater supplies	LS	Reduced magnitude but not significance from project since there would be no increment of increase in groundwater use
Modification of surface water drainage patterns and an increase in runoff	LS	Reduced magnitude but not significance from project since no additional dairy facilities would be constructed on the project site
Risk release of pollutants due to project inundation in flood zones	PS/LS	Reduced magnitude and significance from project since no additional dairy facilities would be constructed on the project site
Water supply pathways for pollutant migration	LS	No change from project since existing wells are not a conduit for contamination
Impacts to water quality at off-site locations as a result of project operations	SU	Reduced magnitude and significance from project since there would be no increment of increase in exported manure
Conflict with or obstruct implementation of the applicable water quality or groundwater management plan	SU	Reduced magnitude and significance from project since there would be no increment of increase
Land Use Compatibility	ı	1
Consistency with Merced County Land Use Plans and policies	LS	No impact since no additional dairy facilities would be constructed on the project site
Land use compatibility with existing off-site residential uses adjacent to the project	LS	Reduced magnitude but not significance from project since there would be no increment of increase
Land use compatibility with existing parks or wildlife uses adjacent to the project area	LS	No change from project since no managed wildlife habitat is located adjacent to the project

Table 13-1 Evaluation of Alternative 1 – No Project Alternative					
Impact	Level of Impact for Project	Level of Impact of Alternative 1 Compared to Proposed Project			
Cumulative Impacts	-1				
Aesthetics	LS	No change from project			
Agricultural Resources	LS	No change from project			
Air Quality	SU	Reduced magnitude and significance from project since there would be no cumulatively considerable contribution			
Biological Resources	LS	No change from project			
Cultural Resources	LS	No change from project			
Geological and Mineral Resources	LS	No change from project			
Hazards (Nuisance Insects)	LS	No change from project			
Hydrology and Water Quality	SU	Reduced magnitude and significance from project since there would be no cumulatively considerable contribution			
Land Use and Planning	LS	No change from project			
Noise	LS	No change from project			
Population and Housing	LS	No change from project			
Public Services	LS	No change from project			
Recreation	LS	No change from project			
Transportation and Circulation	LS	No change from project			
Utilities and Service Systems	LS	No change from project			
Growth Inducement & Secondary Effects	LS	No change from project			
Irreversible Commitment of Resources	LS	Reduced magnitude but not significance from project			
Potential Environmental Damage from Accidents	LS	No change from project			

LS = Less than significant impact; PS/LS = Less than significant impact with mitigation; SU = Significant and unavoidable impact

Implementation of the No Project Alternative may not fully meet the following goals of the project applicant in proposing the Antonio Azevedo Dairy #2 project.

• To maintain a modern, efficient, and competitive dairy operation that operates in full compliance with applicable county, state, and federal laws and regulations. Under this alternative, no dairy expansion would be developed. Smaller dairy farms in the U.S. are observed to have higher costs per unit of milk produced than larger farms, largely due to farm inefficiencies and economies of size (Tauer and Mishra 2005). Larger farms realize lower production costs for a number of reasons, including fixed capital costs spread over more units of output, access to better technologies, specialization at larger farms, and volume discounts for input items such as feed. The cost advantages of a larger size allow large dairy farms to be more profitable than smaller operations (USDA 2007).

- To generate dry manure that can be land applied and/or sold as a commodity for use as fertilizer in the region. Since the dairy expansion would not occur, reduced amounts of dairy process water and manure would be generated and exported off site. Exported solid and/or liquid manure applied to off-site agricultural fields not owned by the project applicant would increase from 345,530 to 746,738 pounds of nitrogen with the proposed expansion. (DEIR, Chapter 3, Project Description, page 3-11)
- To provide year-round employment opportunities, at competitive wages, for Merced County residents. Unlike other agricultural operations, which provide only seasonal employment, dairies provide year-round employment. The dairy under existing operations currently employs a staff of approximately 8 workers; with implementation of the proposed expansion, the number of employees would increase to 12 workers. (DEIR, Chapter 3, Project Description, page 3-11)

#### ALTERNATIVE 2 – ON-SITE ANAEROBIC DIGESTER ALTERNATIVE

Under the On-Site Anaerobic Digester Alternative, an anaerobic digester would be constructed at the existing dairy, or an existing wastewater pond would be covered and constructed as an anaerobic digester. An on-site combustion engine would be used to convert the biogas to electricity. All other improvements and the herd size increase associated with the proposed dairy expansion project would also occur under the On-Site Anaerobic Digester Alternative. This alternative was selected to further reduce greenhouse gas emissions and to consider a strategy that may be adopted in the future as a result of the CARB's Climate Change Scoping Plan recommended actions for the agriculture sector.

In addition to generating renewable energy, anaerobic digestion leads to reduced odor pollution, fewer pathogens, and reduced greenhouse gas emissions. There is little change in the nutrient value of the manure and organic matter that passes through the process, which can then be used as fertilizer. Methane produced from the collected manure (termed "biogas") can be captured with an estimated effectiveness of 95 percent. It is estimated that combustion of biomethane for energy recovery will convert up to 99 percent of the methane into carbon dioxide. Taking the effect of the CO2 produced from the combustion of CH4 into account, an overall reduction of 63.5 percent of fugitive CH4 emissions can be achieved by the use of properly designed and controlled anaerobic treatment (SJVAPCD 2009).

Under this alternative, the methane from a digester is destroyed through combustion in an engine, flare, or other devices. Burning biogas reduces greenhouse gas emissions in two ways. First, when manure is stored in a conventional liquid handling system without a digester, it typically emits a certain amount of methane-containing biogas. When that methane is collected in a digester and burned, it then will not escape into the atmosphere and cause warming. Second, electricity generated from that digester biogas will typically replace fossil fuel-generated electricity, and there would be a reduction in CO<sub>2</sub> emissions from not burning that fossil fuel (SJVAPCD 2009).

Despite the benefits of anaerobic digestion systems in relation to greenhouse gases and odors, these systems could result in increased nitrogen oxide emissions, and soil and groundwater contamination.<sup>1</sup> The anaerobic treatment process creates intermediates such as ammonia, hydrogen

The combustion of biogas could result in increased nitrogen oxide emissions. While devices such as Selective

sulfide, orthophosphates, and various salts, all of which must be properly controlled or captured. The ammonium level in the digester effluent is typically higher than raw manure, sometimes as much as two times higher. When digester effluent is field applied, much of the ammonium will be released as a gas (ammonia) unless it is incorporated into the soil. When incorporated, microorganisms can convert the ammonia to nitrite, which is then rapidly converted to nitrate, the nitrogen form most readily taken up by plants (Topper, A. P. et. al, 2023).

Atmospheric releases at locations off-site where biogas is shipped may negate or decrease the benefit of emissions controls on-site. Thus, while devices such as Selective Catalyst Reduction units can reduce NO<sub>x</sub> emissions and proper treatment system operation can control intermediates, improper design or operation may lead to violations of federal, state, and local air quality regulations as well as the release of toxic air contaminants. With regard to water quality, it is critical that project developers and managers ensure digester integrity, and fully consider and address post-digestion management of the effluent in order to avoid contamination of local waterways and groundwater resources (de Boer 2008). Catastrophic digester failures, leakage from pipework and tanks, and lack of containment in waste storage areas are all examples of potential problems. Further, application of improperly treated digestate and/or improper application timing or rates of digestate to agricultural land may lead to increased nitrogen oxide emissions, soil contamination, and/or nutrient leaching, thus negating or reducing benefits of the project overall (CCAR 2013).

To facilitate the permitting of dairy digesters in the Central Valley, the Central Valley Regional Water Control Board (CVRWQCB) adopted the Waste Discharge Regulatory Program for Dairy Manure Digester and Co-Digester Facilities, and evaluated the potential environmental impacts of the program in the Dairy Manure Digester and Co-Digester Facilities Draft Program EIR (Dairy Digester Program EIR) (CVRWCB 2010). In order to evaluate potential construction and operational emissions for the On-Site Anaerobic Digester Alternative, this EIR references the air quality analysis included in the Dairy Digester Program EIR. There are numerous uncertainties regarding details of the anaerobic digester that would be appropriate and preferable for the Azevedo Dairy #2 Expansion project operation, including but not limited to location, size, engine type, and use of a co-digester, making project-specific quantification of air emissions and air toxics speculative and beyond the scope of this alternative. The emission estimates for a single digester included in the Dairy Digester Program EIR provide adequate information for a meaningful evaluation and comparison with the proposed project, and will be used in this analysis.

As evaluated in Chapter 5, Air Quality and Greenhouse Gas Emissions, of the Dairy Digester Program EIR, construction and operation of a dairy digester is not anticipated to exceed San Joaquin Valley Air Pollution Control District (SJVAPCD) thresholds of significance in most cases (CVRWCB 2010). Operational emissions of an individual digester would result in no net increase of ROG/VOC emissions<sup>2</sup>, and a net increase in NO<sub>X</sub>, PM<sub>10</sub>, PM<sub>2.5</sub>, SO<sub>2</sub>, and CO from vehicle and equipment emissions and biogas combustion emissions. While the digester itself would not result in an increase in criteria air pollutants that would exceed SJVAPCD criteria, the On-Site Anaerobic Digester Alternative would result in an increase in air pollutant emissions compared to the proposed project that could exceed SJVAPCD criteria.

Catalyst Reduction units can reduce NO<sub>X</sub> emissions, uncontrolled emissions from combustion of biogas may contain between 200 to 300 ppm of NO<sub>X</sub> (de Boer 2008).

While there would be an increase in VOC emissions as a result of vehicle and equipment emissions and biogas combustion, the digester would reduce VOC emissions from the lagoon.

Prior to implementation of this alternative, as required by the RWQCB Dairy Digester Program EIR, an air quality technical report would be prepared to determine if construction and operation related air pollutant emissions would exceed SJVAPCD thresholds, as well as whether any health risks associated with toxic air contaminants would result. The technical report would evaluate all project emissions according to CEQA, and would include mitigation measures designed to reduce emissions below levels of significance, if necessary. Additional permits would also be required for the digester depending on location and resources affected. An Authority to Construct and Permit to Operate would be required from the SJVAPCD.

Another important consideration in this alternative is the feasibility of installing manure digesters at dairies in the San Joaquin Valley. Several studies have examined the financial feasibility of installing different types of manure digester operations and determined that financial feasibility is highly dependent on state and federal government assistance. The most recent 2022 CARB *Analysis of Progress toward Achieving the 2030 Dairy and Livestock Sector Methane Emissions Target* concluded that financial incentives continue to be needed for California's dairy sector to adopt methane reduction strategies that include installation of anaerobic digesters and alternative manure management practices (CARB 2022). Between 2015 and 2021, the CDFA funded 117 dairy digester projects. For the entire group of 117 projects, the CDFA grant funds covered 33 percent of the total cost (eXtension 2022).

The installation of manure digesters to reduce methane emissions was included as a voluntary strategy for the agricultural sector in the CARB Scoping Plan. Funds from the Cap-and-Trade Program are allocated to the Greenhouse Gas Reduction Fund to be administered by California Department of Food and Agriculture's (CDFA) to support such projects. CDFA has awarded a total of \$214 million for 131 dairy digester projects from 2015 through 2023 through the Dairy Digester Research and Development Program (DDRDP) (CDFA 2024). For the 2023 DDRDP solicitation, CDFA awarded 11 projects, totaling \$15.65 million in grant funding. Of the 131 DDRDP funded projects, 9 projects are generating electric power. Of these, six projects funded in 2015 involved internal combustion engines that met stringent requirements for NOx emissions. Three remaining projects have been funded in 2018 and 2019 and propose to employ fuel cells, a technology with much lower criteria pollutant emissions than internal combustion engines. Current DDRDP projects are expected to reduce greenhouse gas emissions by an estimated 24.5 million metric tons of CO<sub>2</sub>e over ten years. Dairy digesters installed with grant funding from CDFA are going to reduce 21 percent of the methane emissions from manure management in California, and 6.6 percent of total GHG emissions from all of California agriculture (CDFA 2024; CARB 2022). Despite the availability of both federal and state funding for digester construction, policies and initiatives to support the installation of digesters, and the existence of the CARB offset protocol for livestock projects, only a small fraction of California's roughly 1,500 dairy farms currently have working digesters (CalCAN 2015; EPA 2024a).

There are 17 significant impacts that would occur with implementation of the proposed Antonio Azevedo Dairy #2 project. Of these, six impacts would remain significant and unavoidable after the implementation of all feasible mitigation measures - two for air quality, and four for water quality. The On-Site Anaerobic Digester Alternative would reduce the magnitude of anticipated environmental impacts associated with the proposed project. The On-Site Anaerobic Digester Alternative would reduce, but not avoid, odor impacts. Greenhouse gas emissions would also be substantially reduced, including direct methane reductions from the manure emissions as well as indirect reductions from the avoided use of fossil fuels. There would be an increase in most criteria

air pollutant emissions as described above, including an increase in toxic air emissions that could impact sensitive receptors. While the anaerobic digester would reduce pathogens in the liquid manure stored in the lagoon and applied to cropland off site, because the dry manure exported off site is separated from the waste stream and would not be processed in the manure digester, it would not minimize potential impacts from manure pathogen transport off site. The On-Site Anaerobic Digester Alternative would also reduce the magnitude of impacts related to energy use and water quality. Because the digester equipment could require additional area beyond the existing dairy footprint, this alternative could require conversion of cropland for the digester and potentially increased impacts to biological and cultural resources. Based on the foregoing, the On-Site Anaerobic Digester Alternative would result in fewer environmental effects than the proposed Azevedo Dairy #2 project. Table 13-2 includes an evaluation of the relative impacts of implementing Alternative 2 - On-Site Anaerobic Digester Alternative compared to the proposed project.

Table 13-2 Evaluation of Alternative 2 – On-Site Anaerobic Digester Alternative				
Impact	Level of Impact for Project	Level of Impact of Alternative 2 Compared to Proposed Project		
Air Quality and Odors				
Construction-related air emissions	LS	Increased magnitude but not significance from project since construction of the digester would result in additional emissions		
Carbon monoxide emissions from operational equipment and increased traffic	LS	Increased magnitude but not significance from project since there would be additional equipment and vehicle trips associated with the digester		
Ozone precursor emissions from dairy operations, farm equipment, and increased traffic	SU	Increased magnitude but not significance from project, since the manure digester could result in increased ozone precursor emissions		
PM <sub>10</sub> and PM <sub>2.5</sub> emissions from fugitive dust during project operations	LS	Increased magnitude but not significance from project, since there would be additional vehicle trips associated with the digester		
Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations	PS/LS	Potentially increased magnitude but not significance from project, since there would be additional air toxic emissions generated by the combustion of biogas		
Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants	LS	Potentially increased magnitude but not significance from project, since there would be additional air pollutant emissions from the digester operations		
Adverse odor from project operations	LS	Reduced magnitude but not significance from project		
Health impacts due to Valley Fever	LS	Potentially increased magnitude but not significance from project, since there could be additional construction and conversion of cropland for the digester		
Health effects as a result of exposure to bioaerosols during dairy operations	LS	Potentially increased magnitude but not significance from project, since there could be additional construction and conversion of cropland for the digester		
Conflict with or obstruct implementation of the applicable air quality plan	LS	No change from project		

Table 13-2 Evaluation of Alterna	tive 2 – On-	Site Anaerobic Digester Alternative
Impact	Level of Impact for Project	Level of Impact of Alternative 2 Compared to Proposed Project
Biological Resources		
Nest disturbance and loss of foraging habitat for Swainson's hawk	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester
Impacts to giant gartersnake	PS/LS	No change from project since construction could still directly impact species in transit
Impacts to burrowing owl	PS/LS	No change from project since construction could still indirectly impact species
Impacts to the San Joaquin kit fox and/or American badger	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester
Loss of nesting habitat for tricolored blackbird	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester
Loss of foraging and nesting habitat for sensitive and migratory bird species	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester
Loss and/or degradation of special-status plant species	LS	No change from project since there are none located within the project area that would be disturbed by construction
Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities or wetlands	LS	No change from project since there are none located within the project area that would be disturbed by construction
Interference with night-active wildlife or migrating birds	LS	No change from project since there is a considerable amount of open space in the greater vicinity of the project site that can be used for wildlife movement
Potential selenium and heavy metals effects to on-site biological resources	LS	No change from project since there would be no change in the amount of feed required
Conflict with local policies or ordinances protecting biological resources	LS	No change from project
Cultural Resources and Tribal Cultural Res	sources	1
Cause a substantial adverse change in the significance of a historical or archaeological resource	PS/LS	Increased magnitude but not significance from project since construction of the digester would result in additional ground disturbance
Result in the accidental discovery and disturbance of human remains	PS/LS	Increased magnitude but not significance from project since construction of the digester would result in additional ground disturbance
Cause a substantial adverse change in the significance of a tribal cultural resource	LS	No change from project since no traditional cultural properties were identified
Greenhouse Gas Emissions and Energy Us	se	
Greenhouse gas emissions from project construction and operation	LS	Reduced magnitude but not significance from project
Wasteful or inefficient use of energy	LS	Reduced magnitude but not significance from project

Table 13-2 Evaluation of Alterna	tive 2 – On-	-Site Anaerobic Digester Alternative		
Impact	Level of Impact for Project	Level of Impact of Alternative 2 Compared to Proposed Project		
Increase in GHG emissions that would conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions	LS	Reduced magnitude but not significance from project		
Nuisance Conditions from Insects		,		
Increased fly production and related nuisance effects	LS	Reduced magnitude but not significance from project		
Create significant nuisance conditions due to increased mosquito production	LS	Reduced magnitude but not significance from project since the wastewater lagoon would be covered		
Hydrology and Water Quality				
Degradation of water quality due to storm water runoff during project construction	LS	Increased magnitude but not significance from project		
Degradation of surface water quality from dairy expansion project operations	PS/LS	No change from project		
Groundwater contamination from dairy expansion project operations	SU	Potential increased magnitude but not significance from project since nitrogen from the manure digester may be more readily available to the crops and could result in over application of nitrogen		
Decrease groundwater supplies	LS	No change from project		
Modification of surface water drainage patterns and an increase in runoff	LS	No change from project		
Risk release of pollutants due to project inundation in flood zones	PS/LS	No change from project		
Water supply pathways for pollutant migration	LS	No change from project since existing wells are not a conduit for contamination		
Impacts to water quality at off-site locations as a result of project operations	SU	No change from project		
Conflict with or obstruct implementation of the applicable water quality or groundwater management plan	SU	No change from project		
Land Use Compatibility				
Consistency with Merced County Land Use Plans and policies	LS	No change from project		
Land use compatibility with existing off-site residential uses adjacent to the project	LS	Reduced magnitude but not significance from project		
Land use compatibility with existing parks or wildlife uses adjacent to the project area	LS	No change from project since no managed wildlife habitat is located adjacent to the project		
Cumulative Impacts				
Aesthetics	LS	No change from project		
Agricultural Resources	LS	No change from project		
Air Quality	SU	Increased magnitude but not significance from project		
Biological Resources	LS	No change from project		
Cultural Resources	LS	No change from project		
Geological and Mineral Resources	LS	No change from project		

Table 13-2 Evaluation of Alternative 2 – On-Site Anaerobic Digester Alternative				
Impact	Level of Impact for Project	Level of Impact of Alternative 2 Compared to Proposed Project		
Hazards (Nuisance Insects)	LS	No change from project		
Hydrology and Water Quality	SU	Potential increased magnitude but not significance		
Land Use	LS	No change from project		
Noise	LS	No change from project		
Population and Housing	LS	No change from project		
Public Services	LS	No change from project		
Recreation	LS	No change from project		
Transportation and Circulation	LS	No change from project		
Utilities and Service Systems	LS	No change from project		
Growth Inducement & Secondary Effects	LS	No change from project		
Irreversible Commitment of Resources	LS	No change from project		
Potential Environmental Damage from Accidents	LS	No change from project		

LS = Less than significant impact; PS/LS = Less than significant impact with mitigation; SU = Significant and unavoidable impact

Implementation of the Anaerobic Digester Alternative may not fully meet the following goals of the project applicant in proposing the Azevedo Dairy #2 project.

- To maintain a modern, efficient, and competitive dairy operation that operates in full compliance with applicable county, state, and federal laws and regulations. The dairy digester represents a large capital cost and requires proper management and maintenance to realize a financial return. Further, installation of manure digesters to reduce methane emissions is a voluntary strategy in the CARB Scoping Plan.
- To construct improvements that could be permitted and constructed within a reasonable time frame and would represent commensurate benefit with cost. This alternative may take additional time to permit with both the SJVAPCD and the CVRWQCB. In addition, studies have found installing dairy digesters are generally not financially feasible without the infusion of grant funds, which are competitive and uncertain.

#### ALTERNATIVE 3 – DAIRY DIGESTER CLUSTER ALTERNATIVE

The dairy digester cluster concept involves gathering raw dairy biogas from a cluster of existing dairy operations and transferring it to a centralized hub where gas cleaning and conditioning occurs. Under the Dairy Digester Cluster Alternative, an anaerobic digester would be constructed at the existing Azevedo Dairy #2, or the existing or proposed wastewater lagoons would be covered and re-constructed as an anaerobic digester. Underground pipeline would be installed to transport the biogas from the dairy to a biogas upgrading facility. The compressed natural gas could be injected into a utility pipeline, or used as a transportation fuel, replacing diesel. All other improvements and the herd size increase associated with the proposed dairy expansion project would also occur under the Dairy Digester Pipeline Cluster Alternative. This alternative was selected to further reduce greenhouse gas emissions and to consider a strategy that may be adopted in the future as a result of the CARB's Climate Change Scoping Plan recommended actions for the agriculture sector. The

installation of manure digesters to reduce methane emissions was included as a voluntary strategy for the agricultural sector in the CARB Scoping Plan.

In addition to generating renewable energy, anaerobic digestion leads to reduced odor pollution, a decrease in manure pathogens, and reduced greenhouse gas emissions. However, this alternative could result in increased impacts to biological resources and/or unknown cultural resources during construction of the proposed pipeline. This alternative would not result in increased operational air criteria emissions associated with the combustion of biogas for energy recovery. Rather, the biogas would be transported to a biogas upgrading facility, where it would be injected into a regional utility pipeline.

The CVRWQCB regulates dairy digester facilities in its region under Waste Discharge Requirements (WDR). Existing dairies currently covered under the WDR General Order for Existing Milk Cow Dairies (Dairy General Order) that construct and operate a manure-only digester using only manure generated on site could retain regulatory coverage under the Dairy General Order, or may be covered under the Dairy Digester General Order. Prior to implementation of this alternative, review and/or approval from the SJVAPCD and CVRWQCB would be required.

Another important consideration in this alternative is the financial feasibility of installing manure digesters at dairies in the San Joaquin Valley (this general topic is explored more fully under the On-Site Anaerobic Digester Alternative, above). A study looking at the overall viability of dairy digester clusters, including a specific case study in Kern County, concluded that financial feasibility is highly dependent on state and federal government assistance. However, connection to a dairy digester pipeline cluster project may be considered more attractive to a dairy operator, since the cluster is usually formed by an outside entity that assists in permit and grant applications, and generally takes on maintenance responsibilities. In late 2018, California launched its first dairy digester pipeline cluster in Tulare County, organized by Calgren Renewable Fuels in partnership with Maas Energy Works and approximately one dozen dairy operators. The cluster includes 22 miles of pipeline and 75,000 cows that contribute to the interconnected system. The system is estimated to reduce approximately 1,867,651 metric tons of CO<sub>2</sub> equivalents over 10 years. The digesters and the cluster project were made possible in part by grants in 2017 and 2018 from CDFA's Dairy Digester Research and Development Program totaling approximately \$16 million, with an additional \$17.5 million in matching funds provided by the dairies and Calgreen Renewable Fuels.

There are 17 significant impacts that would occur with implementation of the proposed Antonio Azevedo Dairy #2 project. Of these, six impacts would remain significant and unavoidable after the implementation of all feasible mitigation measures - two for air quality, and four for water quality. The Dairy Digester Cluster Alternative would reduce the magnitude of anticipated environmental impacts associated with the proposed project. The Dairy Digester Cluster Alternative would reduce, but not avoid, odor impacts. Greenhouse gas emissions would also be substantially reduced, including direct methane reductions from the manure emissions as well as indirect reductions from the avoided use of fossil fuels, though there would be an increase in greenhouse gas emissions during pipeline construction. While the anaerobic digester would reduce pathogens in the liquid manure stored in the lagoon and applied to cropland off site, because the dry manure exported off site is separated from the waste stream and would not be processed in the manure digester, it would not minimize potential impacts from manure pathogen transport off site. The Dairy Digester Cluster Alternative would also reduce the magnitude of impacts related to energy use and water quality. Because the digester equipment could require additional area beyond the existing dairy footprint, this

alternative could require conversion of cropland for the digester and pipeline and potentially increased impacts to biological and cultural resources. Based on the foregoing, the Dairy Digester Cluster Alternative would result in fewer environmental effects than the proposed Azevedo Dairy #2 project. Table 13-3 includes an evaluation of the relative impacts of implementing Alternative 3 - Dairy Digester Cluster Alternative compared to the proposed project.

Table 13-3 Evaluation of Alternative 3 – Dairy Digester Cluster Alternative					
Impact	Level of Impact for Project	Level of Impact of Alternative 3 Compared to Proposed Project			
Air Quality and Odors					
Construction-related air emissions	LS	Increased magnitude but not significance from project since construction of the digester and pipeline would result in additional emissions			
Carbon monoxide emissions from operational equipment and increased traffic	LS	Increased magnitude but not significance from project since there would be additional equipment and vehicle trips associated with the digester			
Ozone precursor emissions from dairy operations, farm equipment, and increased traffic	SU	Increased magnitude but not significance from project since there would be additional equipment and vehicle trips associated with the digester			
PM <sub>10</sub> and PM <sub>2.5</sub> emissions from fugitive dust during project operations	LS	Increased magnitude but not significance from project since there would be additional equipment and vehicle trips associated with the digester			
Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations	PS/LS	Increased magnitude but not significance from project since there would be additional equipment and vehicle trips associated with the digester			
Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants	LS	Increased magnitude but not significance from project since there would be additional equipment and vehicle trips associated with the digester			
Adverse odor from project operations	LS	Reduced magnitude but not significance from project			
Health impacts due to Valley Fever	LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester			
Health effects as a result of exposure to bioaerosols during dairy operations	LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester			
Conflict with or obstruct implementation of the applicable air quality plan	LS	No change from project			
Biological Resources	ı	,			
Nest disturbance and loss of foraging habitat for Swainson's hawk	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester and pipeline			
Impacts to giant gartersnake	PS/LS	No change from project since construction could still directly impact species in transit			
Impacts to burrowing owl	PS/LS	No change from project since construction could still indirectly impact species			

Impact	Level of Impact for Project	Level of Impact of Alternative 3 Compared to Proposed Project
Impacts to the San Joaquin kit fox and/or American badger	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester
Loss of nesting habitat for tricolored blackbird	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester and pipeline
Loss of foraging and nesting habitat for sensitive and migratory bird species	PS/LS	Potentially increased magnitude but not significance from project, since there could be additional conversion of cropland for the digester and pipeline
Loss and/or degradation of special-status plant species	LS	No change from project since there are none located within the area that would be disturbed by construction
Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities or wetlands	LS	No change from project since there are none located within the area that would be disturbed by construction
Interference with night-active wildlife or migrating birds	LS	No change from project since there is a considerable amount of open space in the greater vicinity of the project site that can be used for wildlife movement
Potential selenium and heavy metals effects to on-site biological resources	LS	No change from project since there would be no change in the amount of feed required
Conflict with local policies or ordinances protecting biological resources	LS	No change from project
Cultural Resources and Tribal Cultural Res	ources	,
Cause a substantial adverse change in the significance of a historical, archaeological, or paleontological resource, or a unique geological feature	PS/LS	Increased magnitude but not significance from project since construction of the digester and pipeline would result in additional ground disturbance
Result in the accidental discovery and disturbance of human remains	PS/LS	Increased magnitude but not significance from project since construction of the digester and pipeline would result in additional ground disturbance
Cause a substantial adverse change in the significance of a tribal cultural resource	LS	No change from project since no traditional cultural properties were identified
Greenhouse Gas Emissions and Energy Us	e	
Greenhouse gas emissions from project construction and operation	LS	Reduced magnitude but not significance from project
Wasteful or inefficient use of energy	LS	Reduced magnitude but not significance from project
Increase in GHG emissions that would conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions	LS	Reduced magnitude but not significance from project
Nuisance Conditions from Insects		
Increased fly production and related nuisance effects	LS	Reduced magnitude but not significance from project
I		

Impact	Level of Impact for Project	Level of Impact of Alternative 3 Compared to Proposed Project		
Degradation of water quality due to storm water runoff during project construction	LS	Increased magnitude but not significance from project		
Degradation of surface water quality from dairy expansion project operations	PS/LS	No change from project		
Groundwater contamination from dairy expansion project operations	SU	Potential increased magnitude but not significance from project since nitrogen from the manure digester may be more readily available to the crops and could result in over application of nitrogen		
Decrease groundwater supplies	LS	No change from project		
Modification of surface water drainage patterns and an increase in runoff	LS	No change from project		
Risk release of pollutants due to project inundation in flood zones	LS	No change from project		
Water supply pathways for pollutant migration	LS	No change from project since existing wells are not a conduit for contamination		
Impacts to water quality at off-site locations as a result of project operations	SU	No change from project		
Conflict with or obstruct implementation of the applicable water quality or groundwater management plan	SU	No change from project		
Land Use Compatibility	•			
Consistency with Merced County Land Use Plans and policies	LS	No change from project		
Land use compatibility with existing off-site residential uses adjacent to the project	LS	Reduced magnitude but not significance from project		
Land use compatibility with existing parks or wildlife uses adjacent to the project area	LS	No change from project since no managed wildlife habitat is located adjacent to the project		
Cumulative Impacts	ı	,		
Aesthetics	LS	No change from project		
Agricultural Resources	LS	No change from project		
Air Quality	SU	Increased magnitude but not significance from project		
Biological Resources	LS	No change from project		
Cultural Resources	LS	No change from project		
Geological and Mineral Resources	LS	No change from project		
Hazards (Nuisance Insects)	LS	No change from project		
Hydrology and Water Quality	SU	Potential increased magnitude but not significance		
Land Use and Planning	LS	No change from project		
Noise	LS	No change from project		
Population and Housing	LS	No change from project		
Public Services	LS	No change from project		
Recreation	LS	No change from project		
Transportation and Circulation	LS	No change from project		
Utilities and Service Systems	LS	No change from project		

Table 13-3 Evaluation of Alterna	Evaluation of Alternative 3 – Dairy Digester Cluster Alternative			
Impact	Level of Impact for Project	Level of Impact of Alternative 3 Compared to Proposed Project		
Growth Inducement & Secondary Effects	LS	No change from project		
Irreversible Commitment of Resources	LS	No change from project		
Potential Environmental Damage from Accidents	LS	No change from project		

LS = Less than significant impact; PS/LS = Less than significant impact with mitigation; SU = Significant and unavoidable impact

Implementation of the Dairy Digester Cluster Alternative may not fully meet the following goals of the project applicant in proposing the Azevedo Dairy #2 project.

- To maintain a modern, efficient, and competitive dairy operation that operates in full compliance with applicable county, state, and federal laws and regulations. The dairy digester as part of a dairy digester cluster represents a large capital cost and requires proper management and maintenance to realize a financial return. In addition, construction of the connecting pipeline includes additional construction costs, acquisition of right-of-way or coordination of easements, coordination with utilities, much of which is outside the control of the dairy operator. Further, installation of manure digesters to reduce methane emissions is a voluntary strategy in the CARB Scoping Plan.
- To construct improvements that can be permitted and constructed within a reasonable time frame and would represent commensurate benefit with cost. This alternative may take additional time to permit with both the SJVAPCD and the CVRWQCB, and overall to coordinate with and join a nearby dairy digester cluster. In addition, studies have found installing dairy digesters are generally not financially feasible without the infusion of grant funds, which are uncertain.

#### ALTERNATIVE 4 – AIR EMISSIONS LIMITED HERD SIZE

In general, the amount of air emissions and volume of manure and process water generated at animal confinement facilities are proportional to the number of animals managed at the facilities. A limitation in the number of dairy cows and support stock at the Antonio Azevedo Dairy #2 Expansion project would result in a corresponding limitation in manure and associated air emissions, and an overall limitation in the equipment and increased traffic. This restriction would reduce volatile organic compounds (VOC) emissions, an ozone precursor, for the proposed project to less-than-significant levels.

Assumptions regarding the operational characteristics of the dairy project under the Limited Herd Size alternative would remain the same as for the proposed project. Flushing of the barns and scraping of corrals would generate manure and process water. The process water generated by the dairy would be reused as irrigation for the growing of silage and other crops adjacent to animal confinement facilities, and applied to nearby agricultural fields off site. Dry manure generated by the dairy would be separated from liquids, accumulated on site, and processed for bedding material, or sold and hauled off site for use as fertilizer and soil amendments. The amount of process water and manure generated at the dairy under this alternative would be expected to be proportional to the herd size.

The alternative would restrict the milking herd to 2,100 cows, with a total herd size of 2,800 animals<sup>3</sup>. This restriction would reduce volatile organic compounds (VOC) emissions, an ozone precursor, for the proposed project to less-than-significant levels. This alternative would reduce the size of the Antonio Azevedo Dairy #2 Expansion herd to approximately 70 percent of the proposed total herd. Table 13-4 shows the existing and proposed herd size for the Antonio Azevedo Dairy #2 Expansion Alternative 4 - Air Emissions Limited Herd Size.

Table 13-	Table 13-4 Existing and Proposed Herd for Alternative 4 – Air Emissions Limited Herd Size					Herd Size	
	Milk Cows	Dry Cows	Bred Heifers (15-24 mo.)	Heifers (7- 14 mo.)	Calves (4-6 mo.)	Calves (0-3 mo.)	Total Animals
Existing	1,135	0	450	575	575	0	2,735
Proposed	2,100	350	350	0	0	0	2,800
Change	965	350	-100	-575	-575	0	65

Note: This evaluation considers maximum buildout.

Source: Planning Partners 2024.

The VOC Emission Factors used in this analysis are from the dairy emissions calculator spreadsheet provided by the SJVAPCD (dated January 2020). Aggregated VOC emissions for all activities associated with the Antonio Azevedo Dairy #2 Expansion Alternative 4 Air Emissions Limited Herd Size are presented in Table 13-5 below.

Table 13-5 Aggregated VOC Emissions for Alterative 4 – Air Emissions Limited Herd Size					
Emission Source	Existing VOC/ROG Emissions	Proposed VOC/ROG Emissions	Increment of Increase with Alternative 4 Herd		
Traffic and On-site Mobile Source			0.22		
Farm Equipment	0.12	0.12	-0.00		
Manure Management and Feed	25.89	35.15	9.26		
Total			9.48		
SJVAPCD Significance Criterion			10 tons/year		
Criterion Exceeded?			NO		

Source: Planning Partners 2024.

There are 17 significant impacts that would occur with implementation of the proposed Antonio Azevedo Dairy #2 project. Of these, six impacts would remain significant and unavoidable after the implementation of all feasible mitigation measures - two for air quality, and four for water quality. Limiting the size of the Antonio Azevedo Dairy #2 Expansion would reduce individual project effects for ozone precursor emissions to a less-than-significant level. The magnitude of water quality effects would also be reduced, in addition to water quality contamination from manure transport off site, and nuisance effects from insects, although the level of significance would remain unchanged. Implementation of the Air Emissions Limited Herd Size Alternative would reduce the magnitude of impacts related to air quality; biological and cultural resources; and greenhouse gas emissions and energy. Following is a comparative evaluation of implementing the Air Emissions Limited Herd Size Alternative (see Table 13-6) compared to the effects of the proposed project.

This is an estimated reduced herd size that could be refined to adjust herd numbers as necessary should this alternative be selected.

Impact	Level of Impact for Project	Level of Impact of Alternative 4 Compared to Proposed Project		
Air Quality and Odors				
Construction-related air emissions	LS	Reduced magnitude but not significance from project		
Carbon monoxide emissions from operational equipment and increased traffic	LS	Reduced magnitude but not significance from project		
Ozone precursor emissions from dairy operations, farm equipment, and increased traffic	SU	Reduced magnitude and significance from project		
PM <sub>10</sub> and PM <sub>2.5</sub> emissions from fugitive dust during project operations	LS	Reduced magnitude but not significance from project		
Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations	PS/LS	Reduced magnitude but not significance from project		
Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants	LS	Reduced magnitude but not significance from project		
Adverse odor from project operations	LS	Reduced magnitude but not significance from project		
Health impacts due to Valley Fever	LS	Reduced magnitude but not significance from project		
Health effects as a result of exposure to bioaerosols during dairy operations	LS	Reduced magnitude but not significance from project		
Conflict with or obstruct implementation of the applicable air quality plan	LS	No change from project		
Biological Resources				
Nest disturbance and loss of foraging habitat for Swainson's hawk	PS/LS	No change from project since the manure separator would still be constructed		
Impacts to giant gartersnake	PS/LS	No change from project since construction could still directly impact species in transit		
Impacts to burrowing owl	PS/LS	No change from project since construction could still indirectly impact species		
Impacts to the San Joaquin kit fox and/or American badger	PS/LS	No change from project since the manure separator would still be constructed		
Loss of nesting habitat for tricolored blackbird	PS/LS	No change from project since the manure separator would still be constructed		
Loss of foraging and nesting habitat for sensitive and migratory bird species	PS/LS	No change from project since the manure separator would still be constructed		
Loss and/or degradation of special-status plant species	LS	No change from project since there are none located within the area that would be disturbed by construction		
Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities or wetlands	LS	No change from project since there are no such habitats located within the area that would be disturbed by construction		
Interference with night-active wildlife or migrating birds	LS	No change from project since there is a considerable amount of open space in the greater vicinity of the project site that can be used for wildlife movement		

Table 13-6 Evaluation of Altern	native 4 – Ai	r Emissions Limited Herd Size Alternative
Impact	Level of Impact for Project	Level of Impact of Alternative 4 Compared to Proposed Project
Potential selenium and heavy metals effects to on-site biological resources	LS	Reduced magnitude but not significance from project since there would be a reduced increment of increase in the amount of feed
Conflict with local policies or ordinances protecting biological resources	LS	No change from project
Cultural Resources and Tribal Cultural I	Resources	
Cause a substantial adverse change in the significance of a historical or archaeological resource	PS/LS	No change from project since the manure separator would still be constructed
Result in the accidental discovery and disturbance of human remains	PS/LS	No change from project since the manure separator would still be constructed
Cause a substantial adverse change in the significance of a tribal cultural resource	LS	No change from project since no traditional cultural properties were identified
Greenhouse Gas Emissions and Energy	Use	
Greenhouse gas emissions from project construction and operation	LS	Reduced magnitude but not significance from project
Wasteful or inefficient use of energy	LS	Reduced magnitude but not significance from project
Conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions, or conflict with or obstruct a state or local plan for renewable energy or energy efficiency	LS	Reduced magnitude but not significance from project
Nuisance Conditions from Insects		
Increased fly production and related nuisance effects	PS	Reduced magnitude but not significance from project
Create significant nuisance conditions due to increased mosquito production	LS	Reduced magnitude but not significance from project
Hydrology and Water Quality		
Degradation of water quality due to storm water runoff during project construction	LS	Reduced magnitude but not significance from project
Degradation of surface water quality from dairy expansion project operations	PS/LS	Reduced magnitude but not significance from project
Groundwater contamination from dairy expansion project operations	SU	Reduced magnitude but not significance from project
Decrease groundwater supplies	LS	Reduced magnitude but not significance from project
Modification of surface water drainage patterns and an increase in runoff	LS	Reduced magnitude but not significance from project
Risk release of pollutants due to project inundation in flood zones	PS/LS	Reduced magnitude but not significance from project
Water supply pathways for pollutant migration	LS	No change from project
Impacts to water quality at off-site locations as a result of project operations	SU	Reduced magnitude but not significance from project

Table 13-6 Evaluation of Altern	native 4 – Ai	r Emissions Limited Herd Size Alternative
Impact	Level of Impact for Project	Level of Impact of Alternative 4 Compared to Proposed Project
Conflict with or obstruct implementation of the applicable water quality or groundwater management plan	SU	Reduced magnitude but not significance from project
Land Use Compatibility		
Consistency with Merced County Land Use Plans and policies	LS	No change from project
Land use compatibility with existing off- site residential uses adjacent to the project	LS	Reduced magnitude but not significance from project
Land use compatibility with existing parks or wildlife uses adjacent to the project area	LS	No change from project since no managed wildlife habitat is located adjacent to the project
Cumulative Impacts		
Aesthetics	LS	No change from project
Agricultural Resources	LS	No change from project
Air Quality	SU	Reduced magnitude but not significance from project
Biological Resources	LS	No change from project
Cultural Resources	LS	No change from project
Geological Resources	LS	No change from project
Hazards (Nuisance Insects)	LS	No change from project
Hydrology and Water Quality	SU	Reduced magnitude but not significance from project
Land Use and Planning	LS	No change from project
Mineral Resources	LS	No change from project
Noise	LS	No change from project
Population and Housing	LS	No change from project
Public Services	LS	No change from project
Recreation	LS	No change from project
Transportation and Circulation	LS	No change from project
Utilities and Service Systems	LS	No change from project
Growth Inducement & Secondary Effects	LS	No change from project
Irreversible Commitment of Resources	LS	No change from project
Potential Environmental Damage from Accidents	LS	No change from project
LS = Less than significant impact; PS/LS = Less	than significant is	mpact with mitigation; SU = Significant and unavoidable impact

Implementation of the Air Emissions Limited Herd Size Alternative may not meet the following goals of the project applicant in proposing the Antonio Azevedo Dairy #2 Expansion project.

• To maintain a modern, efficient, and competitive dairy operation that operates in full compliance with applicable county, state, and federal laws and regulations. As discussed under the No Project Alternative, the cost advantages of a larger size allow large dairy farms to be more profitable than smaller operations. While the dairy facilities would be expanded under this alternative, a reduced herd size would make it difficult for this dairy to realize its full economic potential and to maintain competitive operations.

#### 13.2 COMPARISON OF THE ENVIRONMENTAL MERITS OF EACH ALTERNATIVE

In Table 13-7, the symbol "-5" means that an alternative has a lower magnitude of impact and level of significance than that for the project (e.g., the adverse environmental condition is less than for the project, so that the impact is less than significant rather than significant). The symbol "-1" means that an alternative has a lower magnitude of impact than that for the project (e.g., the adverse environmental condition is somewhat less than for the project, but the significance of the impact is unchanged). The symbol "0" means that the alternative has an environmental effect that is equal in significance and magnitude to the proposed project. The symbol "+1" means that an alternative has a higher magnitude of impact than that for the project (e.g., adverse environmental condition is more than for the project, but the significance of the impact is unchanged). Finally, the symbol "+5" means that an alternative has a more significant impact than the proposed project (i.e., a significant impact rather than less than significant). These numerical values have been assigned to these categories in order to assess each alternative across a large number of impact areas.

Definition	Numerical Value (as explained below and shown in Table 13-7)		
Reduced magnitude and significance of impact compared to proposed project	-5		
Reduced magnitude of impact, but no change in level of significance	-1		
Same magnitude and significance of impact as proposed project	0		
Increased magnitude of impact, but no change in level of significance	+1		
Increased magnitude and significance of impact compared to proposed project	+5		

Because the emphasis of the alternatives analysis is on minimizing or avoiding impacts, those categories associated with avoiding or causing impacts not attributable to the project are assigned a value of -5 or 5 respectively. If an alternative lessens or increases the magnitude of an impact without changing its significance, the category is assigned a value of -1 or 1. The number at the bottom of Table 13-7 indicates, for each alternative, the net number of identified impacts of the project that were avoided or reduced by the alternative.

CEQA requires the selection of an environmentally superior alternative; however, if the environmentally superior alternative is the "no project" alternative, the EIR shall also identify an environmentally superior alternative among the other alternatives (CEQA Guidelines Section 15126.6(e)(2)). Therefore, based on this comparative evaluation, Alternative 4 (Limited Air Emissions Alternative) would reduce the magnitude of the most impacts as an action alternative. Several of the significant impacts identified for the project would be reduced, but not eliminated, with implementation of Alternative 4. Alternative 4 would be the environmentally superior alternative.

The Merced County Planning Commission will consider the selection of a preferred project upon review of this EIR and other information in the public record. Identification of an environmentally superior alternative does not require that Merced County choose that alternative. In choosing a preferred project, Merced County is required to make written findings regarding its choice of a project to implement, including the reasons why it chose not to implement an environmentally superior alternative or alternatives, if the selected project is not the environmentally superior alternative. In the findings, Merced County must set forth its reasoning for proceeding with the Antonio Azevedo Dairy #2 project. Such reasoning could include the social, economic, or other

benefits provided by the Antonio Azevedo Dairy #2 project. This process allows a lead agency to balance any environmental harm with other factors appropriate in judging the merits of a project.

Table 13-7 Relative Comparison of A	Alternatives	8			
Impact	Level of Impact for Project	Alt. 1 – No Project	Alt. 2 – Anaerobic Digester	Alt. 3 – Dairy Digester Cluster	Alt. 4 – Limited Air Emissions
Air Quality and Odors		l .			l
Construction-related air emissions	LS	-1	+1	+1	-1
Carbon monoxide emissions from operational equipment and increased traffic	LS	-1	+1	+1	-1
Ozone precursor emissions from dairy operations, farm equipment, and increased traffic	SU	-5	+1	+1	-5
PM <sub>10</sub> and PM <sub>2.5</sub> emissions from fugitive dust during project operations	LS	-1	+1	+1	-1
Expose nearby residents to substantial pollutant concentrations from the emissions of toxic air contaminants from project construction and operations	PS/LS	-1	+1	+1	-1
Expose nearby residents to substantial pollutant concentrations from emissions of criteria air pollutants	LS	-1	+1	+1	-1
Adverse odor from project operations	LS	-1	-1	-1	-1
Health impacts due to Valley Fever	LS	-1	+1	+1	-1
Health effects as a result of exposure to bioaerosols during dairy operations	LS	-1	+1	+1	-1
Conflict with or obstruct implementation of the applicable air quality plan	LS	0	0	0	0
Biological Resources					
Nest disturbance and loss of foraging habitat for Swainson's hawk	PS/LS	-5	+1	+1	0
Impacts to giant gartersnake	PS/LS	-5	0	0	0
Impacts to burrowing owl	PS/LS	-5	0	0	0
Impacts to the San Joaquin kit fox and/or American badger	PS/LS	-5	+1	+1	0
Loss of nesting habitat for tricolored blackbird	PS/LS	-5	+1	+1	0
Loss of foraging and nesting habitat for sensitive and migratory bird species	PS/LS	-5	+1	+1	0
Loss and/or degradation of special-status plant species	LS	0	0	0	0
Loss and/or degradation of riparian and vernal pool habitat or sensitive natural communities or wetlands	LS	0	0	0	0
Interference with night-active wildlife or migrating birds	LS	-1	0	0	-1

Table 13-7 Relative Comparison of A	Alternatives	3			
Impact	Level of Impact for Project	Alt. 1 – No Project	Alt. 2 – Anaerobic Digester	Alt. 3 – Dairy Digester Cluster	Alt. 4 – Limited Air Emissions
Potential selenium and heavy metals effects to on- site biological resources	LS	-1	0	0	-1
Conflict with local policies or ordinances protecting biological resources	LS	0	0	0	0
Cultural Resources and Tribal Cultural Resource	es		•		
Cause a substantial adverse change in the significance of a historical, archaeological, or paleontological resource, or a unique geological feature	PS/LS	-1	+1	+1	0
Result in the accidental discovery and disturbance of human remains	PS/LS	-1	+1	+1	0
Cause a substantial adverse change in the significance of a tribal cultural resource	LS	0	0	0	0
Greenhouse Gas Emissions and Energy Use		l .			
Greenhouse gas emissions from project construction and operation	LS	-1	-1	-1	-1
Wasteful or inefficient use of energy	LS	-1	-1	-1	-1
Conflict with an applicable plan, policy, or regulation adopted for the purpose of reducing GHG emissions, or conflict with or obstruct a state or local plan for renewable energy or energy efficiency	LS	0	-1	-1	-1
Nuisance Conditions from Insects					
Increased fly production and related nuisance effects	LS	-1	-1	-1	-1
Create significant nuisance conditions due to increased mosquito production	LS	-1	-1	-1	-1
Hydrology and Water Quality					
Degradation of water quality due to storm water runoff during project construction	LS	-1	+1	+1	-1
Degradation of surface water quality from dairy expansion project operations	PS/LS	-5	0	0	-1
Groundwater contamination from dairy expansion project operations	SU	-5	+1	+1	-1
Decrease groundwater supplies	LS	-1	0	0	-1
Modification of surface water drainage patterns and an increase in runoff	LS	-1	0	0	-1
Risk release of pollutants due to project inundation in flood zones	PS/LS	-5	0	0	-1
Water supply pathways for pollutant migration	LS	0	0	0	0
Impacts to water quality at off-site locations as a result of project operations	SU	-5	0	0	-1

	Level of			Alt. 3 –	Alt. 4 –
Impact	Impact for Project	Alt. 1 – No Project	Alt. 2 – Anaerobic Digester	Dairy Digester Cluster	Limited Air Emissions
Conflict with or obstruct implementation of the applicable water quality or groundwater management plan	SU	-5	0	0	-1
Land Use Compatibility	l		•		
Consistency with Merced County Land Use Plans and policies	LS	0	0	0	0
Land use compatibility with existing off-site residential uses adjacent to the project	LS	-1	-1	-1	-1
Land use compatibility with existing parks or wildlife uses adjacent to the project area	LS	-1	0	0	0
Cumulative Impacts	ı		•		
Aesthetics	LS	0	0	0	0
Agricultural Resources	LS	0	0	0	0
Air Quality	SU	-5	+1	+1	-1
Biological Resources	LS	0	0	0	0
Cultural Resources	LS	0	0	0	0
Geological and Mineral Resources	LS	0	0	0	0
Hazards (Nuisance Insects)	LS	0	0	0	0
Hydrology and Water Quality	SU	-5	+1	+1	-1
Land Use and Planning	LS	0	0	0	0
Noise	LS	0	0	0	0
Population and Housing	LS	0	0	0	0
Public Services	LS	0	0	0	0
Recreation	LS	0	0	0	0
Transportation and Circulation	LS	0	0	0	0
Utilities and Service Systems	LS	0	0	0	0
Growth Inducement & Secondary Effects	LS	0	0	0	0
Irreversible Commitment of Resources	LS	-1	0	0	0
Potential Environmental Damage from Accidents	LS	0	0	0	0
Impacts Relative to Project		-92	+11	+11	-31

LS = Less than significant impact; PS/LS = Less than significant impact with mitigation; SU = Significant and unavoidable impact

Alternatives Analysis

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