1

NORTHERN DISTRICT OF CALIFORNIA

SAN JOSE DIVISION

JAYNE PALMISANO, et al.,

5:03-cv-01607-RMW

Plaintiff,

-vs-

OLIN CORPORATION, et al.,

CERTIFIED COPY

Defendants.

DIGITAL VIDEO DEPOSITION OF ERIC M. NICHOLS, PE
Pages 1 to 201

DATE:

March 2, 2005

TIME:

9:20 a.m.

LOCATION:

LAW OFFICES OF DUANE MORRIS

One Market Street

Spear Tower Suite 2000

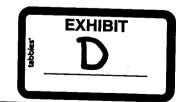
San Francisco, California

REPORTED BY:

Alicia M. C. Kemp

Certified Shorthand Reporter

License Number C-6718







Offices located in:

San Jose, California (408) 280-1252 Santa Cruz, California (831) 459-6668

1	Q contamination in groundwater?	09:4
2	MR. PEARCE: Objection. Lack of foundation,	09:4
3	calls for speculation, overly broad.	09:4
4	You can answer.	09:4
5	THE WITNESS: Blasting agents have been known	09:4
6	to contain perchlorate, and therefore could potentially	09:43
7	act as a source to groundwater contaminants.	
8	BY MR. MILLER:	09:44
9	Q. I take it that at that particular site the	09:44
10	source of perchlorate may be a source other than	09:44
11	blasting operations; is that correct?	09:44
12	A. It's possible, yes.	09:44
13		09:44
14	made other potential sources are being	09:44
15	evaluated at that particular site?	09:44:
16	A. My involvement in that site is peripheral	09:44:
		09:44
17		09:44a
18		09:44a
19	sources of perchlorate in groundwater; is that correct?	09:44a
20	A. I did identify a few potential sources, yes.	09:44a
21	Q. Okay. Um, can you identify for us here on the	09:44a
22	record what those potential sources might be?	09:44a
23	MR. PEARCE: Let me object. That's vague and	09:44a
24	ambiguous. Are you referring to in	09:44a
25	specific site that that is the subject of this	 00.45-

```
1
     litigation?
                                                                     09:45a
  2
               MR. MILLER:
                              In general.
                                                                     09:45a
  3
               THE WITNESS:
                              So agents that contain
                                                                     09:45a
  4
    perchlorate?
                    Is that what you're asking me?
                                                                     09:45a
    BY MR. MILLER:
 5
                                                                    09:45a
               Yes, that could be a source of groundwater
 6
          Q.
                                                                    09:45a
 7
    contamination.
                                                                    09:45a
               If I could refer to my expert report --
 8
         Α.
                                                                    09:45a
 9
         Q.
              Certainly.
                                                                    09:45a
10
              -- for the complete list?
         Α.
                                                                    09:45a
              Sure. We've identified your expert report of
11
         Q.
                                                                    09:45a
    Eric M. Nichols, dated January 24, 2005, as Exhibit
12
                                                                    09:45a
    Number 3, Mr. Nichols, and the expert rebuttal report of 09:45a
13
    Eric M. Nichols, as Exhibit Number 2.
14
                                                                    09:45a
15
              As it states in my expert report, other sources 09:46a
         Α.
    of perchlorate could include highway safety flares, some 19:46m
16
    agricultural fertilizers, fireworks, matches, dyes,
17
                                                                    09:46a
    lubricating oils, air bag inflators, paints,
18
                                                                   09:46a
    electroplating and medical specialty tests. And I would 19:46a
19
    add blasting agents to that list following on the
20
                                                                    09:46a
21
    discussion we just had.
                                                                    09:46a
22
              What page of your expert witness report is that 199:46a
23
    contained on, Mr. Nichols?
                                                                   09:46a
              In this particular hard copy, it's page 13.
24
         Α.
                                                                   09:46a
25
         Q.
              All right.
                           Do you know the extent to which any 09:46a
```

	TITOTODD, FE	
1	BY MR. MILLER:	10:01a
2	Q. Um, Mr. Nichols, have you looked specifically	10:01a
3		10:01a
4		10:01a
5	}	10:01a
6	A. I'm not sure what wells you're referring to.	10:01a
7	Q. Um, the well owned by Mr. Wess, the Dallas, the	ł
8	Pereiras or the Smiths? Have you looked specifically at	
9	the sampling conducted on those wells?	
10	A. The sampling or the results?	10:01a
11	Q. The results. I'm sorry	10:02a
12	A. I've reviewed reported concentrations	10:02 a
13	Dalla and Wess wells in conjugation with	10:02a
14	Larson's opinion.	l0:02a
15	Q. Okay. In other words, you looked at the	l0:02a
16	reported concentrations, but did not look at the	0:02a
17	i	0:02a
18	underlying data that was collected from those particular wells; is that correct?	0:02a
19		0:02a
		0:02a
20		0:02a
21		0:02a
22		0:02a
23	concentrations; is that correct?	0:02a
24	A. I did not.	0:02a
25	Q. You've indicated in your report that method	0:02a

	1	Q. It was a very poorly worded question.	12:05p
	2	Do you know the extent to which the results of	12:05p
	3	the four plaintiffs' wells at issue in this particular	12:05p
	4	case varied from sampling event to event?	12:05p
	5	A. I've been able to look at sampling results for	12:05p
	6	the Dalla and Wess wells for one or two	
	7	in 2004, I believe, but I am unaware of the full number	12:05p
	8	of samples and sample results that have been possibly	
	9		12:06р
	10		12:06p
			12:06р
	11	results that are available for the sampling of the wells	12:06p
	12	, =	12:06p
	13	of Mr. Wess, the Dallas, the Pereiras and the Smiths?	12:06p
	14	A. The only data that I've been able to obtain is	12:06р
	15	what is published in Olin's consultants' reports, in the	12:06р
	16	hard copies of Olin's consultants! reports	12:0 6 p
	17	Q. Did you make any recommendations to	12:07p
	18	that additional sampling be done on these	-
	19	wells?	l2:07p
	20	A. No.	i2:07p
:	21		12:07p
	22	1 and 1011100 with respect to the data you	2:07p
			2:07p
	23		2:07p
	24	levels?	2:07p
-	25	MR. PEARCE: Objection. Lacks foundation.	2:07p

Vague and ambiguous, also, as to satisfy. 1 12:07p 2 Having only seen one or two THE WITNESS: 12:07p samples from two of the four wells you mentioned, I 3 12:07p don't think it's possible to assess the variability at 4 12:07p those particular wells. 5 12:07p BY MR. MILLER: 6 12:07p 7 Did, um, counsel show you the results of the 12:07p sampling results obtained by the plaintiffs themselves 8 12:07p in this litigation? 9 12:07p 10 Α. No. 12:08p 11 Did counsel, um, share with you the results of 12:08p testing conducted by Olin's counsel in connection with 12 12:08p these four wells, other than the data that have been 13 12:08p reported in MACTEC reports? 14 12:08p 15 The only data I've seen are the data reported Α. 12:08p in the MACTEC reports. 16 12:08p Can you rule out, Mr. Nichols, the possibility 17 12:09p that the four wells owned by the four plaintiffs in 18 12:09p these case -- these cases, or the wells serving these 19 12:09p plaintiffs in these cases, will not experience 20 12:09p variability beyond that which you've seen from the data 21 12:09p reported by MACTEC? 22 12:09p 23 Objection. Vague and ambiguous. MR. PEARCE: 12:09p 24 Multiple double negatives. 12:09p 25 I don't understand the question. THE WITNESS:

```
1
    I'm sorry.
                                                                    12:09p
    BY MR. MILLER:
 2
                                                                    12:09p
 3
                      You indicated that -- well, strike that. 12:09p
              Okay.
              Am I correct that you do not have an opinion as 12:09p
 4
    to whether or not the four wells at issue in this
 5
                                                                   12:09p
    particular case have been variable in terms of their
 6
                                                                   12:09p
    perchlorate levels in the past?
 7
                                                                   12:09p
 8
              MR. PEARCE:
                             Objection. Vague and ambiguous.
                                                                   12:10p
 9
              THE WITNESS:
                              I don't -- I've not been
                                                                   12:10p
    presented with enough data to assess the variability of
10
                                                                   12:10p
    any of those four wells.
11
                                                                   12:10p
12
    BY MR. MILLER:
                                                                   12:10p
              In terms of perchlorate levels; correct?
13
         Q.
                                                                   12:10p
14
              In terms of anything, but perchlorate in
                                                                   12:10p
15
    particular.
                                                                   12:10p
                    Um, do you have a -- an opinion to a
16
         Q.
              Okay.
                                                                   12:10p
    reasonable degree of scientific certainty that these
17
                                                                   12:10p
    wells will experience variability in the future with
18
                                                                   12:10p
    respect to perchlorate specifically?
19
                                                                   12:10p
              I'm having a hard time understanding the nature 12:11p
20
    of that question, given that the reported levels in the
21
                                                                   12:11p
   MACTEC reports have been less than 4, but the specific
22
                                                                   12:11p
   concentrations that may be in those wells less than 4
23
                                                                   12:11p
24
   has not been reported by MACTEC.
                                                                   12:11p
25
              Let me ask it this way.
         Q.
                                                                   12:11p
```

```
1
              Do you have an opinion to a reasonable degree
                                                                   12:11p
    of scientific certainty, Mr. Nichols, that Mr. Wess'
 2
                                                                   12:11p
    well will ever exceed 4 parts per billion of
 3
                                                                   12:11p
 4
    perchlorate?
                                                                   12:11p
 5
              MR. PEARCE:
                            Objection.
                                         Lack of foundation.
                                                                  12:11p
 6
              THE WITNESS: I don't think it's possible to
                                                                  12:11p
    assess at this point whether or not that well will rise
 7
                                                                  12:11p
    above 4 or remain below 4.
 8
                                                                  12:11p
    BY MR. MILLER:
 9
                                                                  12:12p
10
              Okay. So asking it a different way, would you
         Q.
                                                                  12:12p
    agree with me you do not have an opinion to a reasonable 12:12p
11
    degree of scientific certainty that Mr. Wess' well will
12
    ever exceed 4 parts per billion of perchlorate?
13
                                                                  12:12p
14
              MR. PEARCE: Objection.
                                         Lacks foundation.
                                                                  12:12p
    also object to the extent that it mischaracterizes
15
                                                                  12:12p
   Mr. Nichols' expert opinion reports, which are stated in 12:12p
16
    reports which we provided to you, which documents speak
17
                                                                  12:12p
    for themselves.
18
                                                                  12:12p
    BY MR. MILLER:
19
                                                                  12:12p
20
              You can answer the question.
                                                                  12:12p
             As I said before, I don't think enough data has 12:12p
21
   been collected of those wells to assess the future
22
                                                                  12:12p
   variability. And as my expert rebuttal report
23
                                                                  12:12p
   discusses, I don't think that, given the data we have
24
                                                                  12:12p
   and the knowledge of the perchlorate extent in the
25
                                                                  12:12p
```

```
Llagas Subbasin, that future impacts above any level can 12:12p
  1
    be ruled out and current impacts below the current
  2
                                                                   12:12p
    reporting level of 4 cannot be ruled out.
  3
                                                                   12:13p
              I understand that. Can you say with a
 4
         Q.
                                                                   12:13p
    reasonable degree of certainty, Mr. Nichols, that
 5
                                                                   12:13p
    Mr. Wess' well will ever have more than 4 parts per
 6
                                                                   12:13p
    billion of perchlorate in it?
 7
                                                                   12:13p
 8
              MR. PEARCE:
                            Objection. Calls for
                                                                   12:13p
    speculation. Asked and answered. Lacks foundation.
 9
                                                                   12:13p
              THE WITNESS: Can you ask the question again,
10
                                                                  12:13p
11
    please.
                                                                   12:13p
12
              MR. MILLER:
                            Sure. Why don't we have the court 12:13p
13
    reporter read it back.
                                                                  12:13p
14
              THE REPORTER: One moment.
                                                                  12:13p
15
              (Record read as requested.)
                                                                  12:13p
16
              THE WITNESS: I don't think, with the data we
                                                                  12:14p
    have at hand, that any prediction can be made with any
17
                                                                  12:14p
    degree of certainty, whatever the level.
18
                                                                  12:14p
19
    BY MR. MILLER:
                                                                  12:14p
20
             Okay. So you can't make a prediction with any
                                                                  12:14p
    degree of certainty that his well will be tested with
21
                                                                  12:14p
   more than 4 parts per billion of perchlorate in it?
22
                                                                  12:14p
23
              I'm sorry. I don't quite understand the
         Α.
                                                                  12:15p
   distinction between that question and the question
24
                                                                  12:15p
25
   before it.
                                                                  12:15p
```

```
1
               THE VIDEOGRAPHER:
                                    We're back on the record.
                                                                    01:36p
    The time is 1:34.
 2
                                                                    01:36р
 3
               Please proceed.
                                                                    01:36p
 4
    BY MR. MILLER:
                                                                    01:36p
              Mr. Nichols, did you review any data or other
 5
         Q.
                                                                    01:36p
    information over the course of the lunch hour?
 6
                                                                    01:36р
 7
              No, I did not.
         Α.
                                                                    01:36p
              Okay. Have you ever seen a positive detection
 8
                                                                   01:36p
    for the presence of perchlorate in the Wess and Dalla
 9
                                                                    01:3бр
10
    wells?
                                                                    01:36p
              I have not. Just a reporting of less than 4
11
         Α.
                                                                   01:36p
    micrograms per liter.
12
                                                                   01:36p
              Okay. Are the data for the Wess and Dalla
13
                                                                   01:36p
    wells insufficient to opine on the probability that
14
                                                                   01:36p
    these wells have ever been at 2 micrograms per liter --
15
                                                                   01:36p
              MR. PEARCE: Objection. Lacks foundation.
16
                                                                   01:36р
17
    BY MR. MILLER:
                                                                   01:36p
18
              -- perchlorate?
         Q.
                                                                   01:36p
              MR. PEARCE: Vague and ambiguous.
19
                                                                   01:36p
              THE WITNESS: I think that the data at those
20
                                                                   01:36р
    wells needs to also be put in the context of the data
21
                                                                   01:37p
    around those wells to make that determination.
22
                                                                   01:37p
    BY MR. MILLER:
23
                                                                   01:37p
              Okay. Can you tell me what the probability is, 01:37p
24
   Mr. Nichols, that the Wess and Dalla wells have ever had 01:37p
25
```

1 I object to the extent the MR. PEARCE: 02:17p 2 question lacks foundation. 02:17p 3 You can answer it. 02:17p 4 THE WITNESS: There may be reasons for that, 02:17p but I would be -- I would have to speculate as to what 5 02:17p 6 they are. 02:17p 7 BY MR. MILLER: 02:17p 8 Um, um, is it conceivable, Mr. Nichols, Q. Okay. 02:17p that there are migration pathways that exist on the 9 02:17p eastern boundary of the plume that bypass the Wess and 10 02:17p 11 Dalla wells? 02:18p 12 MR. PEARCE: I object to the extent it calls 02:18p for speculation, vague and ambiguous, lacks foundation. 13 02:18p 14 Where specifically along the THE WITNESS: 02:18p eastern boundary are you referring to? 15 02:18p 16 BY MR. MILLER: 02:18p 17 In the vicinity of the Wess and Dalla wells. 02:18p As I explained in my first expert report about 18 Α. 02:18p groundwater movement through heterogeneous alluvial and 19 02:18p fluvial environments, there can be preferential 20 02:18p pathways. So if you're asking me to say is it possible 21 02:18p for preferential pathways to exist, certainly it is. 02:19p How would we confirm the existence or absence 23 Q. 02:19p of preferential pathways that bypass the Wess and Dallas 02:19p 24 25 wells? 02:19p

MR. PEARCE: I object to the extent it	02:19
misstates his testimony, lacks foundation.	02:19
THE WITNESS: Well, first of all, I think a	02:19
preferential pathway could lead to the Wess and Dalla	02:19
wells as likely as to bypass the Wess and Dalla wells.	02:19
BY MR. MILLER:	02:19
Q. How can we be sure whether they lead to or	02:19 ₁
bypass the Wess and Dalla wells?	02:19 _F
A. More detailed site characterization, as we	02:19 _p
mentioned before, and as the regional board and the	02:19 _P
Santa Clara Valley District has required of Olin, which	02:19p
	02:19p
	02:19p
characterizes the flow conditions and the occurrence of	02:19p
·	02:19p
preferential pathways.	02:20p
Q. So is it the case that the plume is	02:20p
insufficiently characterized for you to determine the	02:20p
	-
	02:20p
	misstates his testimony, lacks foundation. THE WITNESS: Well, first of all, I think a preferential pathway could lead to the Wess and Dalla wells as likely as to bypass the Wess and Dalla wells. BY MR. MILLER: Q. How can we be sure whether they lead to or bypass the Wess and Dalla wells? A. More detailed site characterization, as we mentioned before, and as the regional board and the Santa Clara Valley District has required of Olin, which olin has not done yet, is to put in a more detailed, depth-discrete monitoring well network that better characterizes the flow conditions and the occurrence of perchlorate and the existence or absence of any preferential pathways. Q. So is it the case that the plume is insufficiently characterized for you to determine the existence or absence of preferential pathways that would lead to or bypass the Wess and Dalla wells? A. Can you repeat the question?

1	Q. All right. Mr. Nichols, I'm not going to put	03:40p
2	you on the spot here and ask you to draw a diagram of	03:40р
3	the convex holes, because, apparently, it would be	03:40р
4	speculation on your part to do so; is that correct?	03:40р
5	A. Yes.	
6	Q. All right. Um, Mr. Nichols, in your expert	03:40p
7	witness report, you have indicated that you have	03:40р
8	attempted to identify alternative sources of perchlorate	03:41p
9	in the plume?	03:41p
	In the plane:	03:41p
10	A. I'm sorry? Could you repeat the question?	03:42p
11	Q. Let me ask you this. Did you make any attempt	03:42p
12	to identify any alternative sources of perchlorate that	03:42p
13	exist in the Llagas Basin?	03:42p
14	A. I did not. And to my knowledge, no one else	03:42p
15	has either.	03:42p
16	Q. Okay. Um, why did you not assess the presence	03:42р
17	of alternative sources of perchlorate in the basin?	03:42p
18	A. I simply had no access to that kind of	
19	information.	03:42р
20	Q. Um, the document that we've marked as Exhibit	03:42p
21		03:42р
	Number 4 has the tail end here of a reservoir. Do you	03:42p
22	see that?	03:42p
23	A. Yes.	03:42p
24	Q. Do you know what that reservoir is called?	03:42p
25	A. Anderson Reservoir.	03:43р

1 The results of a study of that nature might Q. 04:04p assist you in determining the extent to which the 2 04:04p existing plume originated from the site versus 3 04:04p perchlorate coming into the plume from alternative 4 04:04p sources; is that correct? 5 04:04p It would help establish whether there were any 6 Α. 04:05p other significant sources of perchlorate in the 7 04:05p 8 subbasin. 04:05p And absent such a study, you can't establish 9 Q. 04:05p whether there are significant sources of perchlorate 10 04:05p other than from Olin; is that correct? 11 04:05p 12 MR. PEARCE: Objection. Misstates prior 04:05p testimony, lacks foundation. 13 04:05p THE WITNESS: I have not seen any data to 14 04:05p suggest or to indicate other significant sources of 15 04:05p perchlorate in the Llagas Subbasin. 16 04:05p 17 BY MR. MILLER: 04:05p I understand that. But in the absence of the 18 Ο. 04:05p study that you were pleased to hear that the Regional 19 04:05p Water Quality Control Board ordered Olin to do, in the 20 04:05p absence of the data that might be generated by such a 21 04:05p study, you can't determine or eliminate the possibility 22 04:05p that portions of the perchlorate in the Llagas Subbasin 23 04:05p 24 came from alternative sources such as Chilean 04:05p 25 fertilizer; correct? 04:05p

		ı
1	from that site heading generally southeast, but with	04: 08 p
2	significant spread around that direction, and	04:08p
3	terminating approximately 9 and a half or 10 miles	04:09p
4	southeast of the site, it appears to me that the	04:09թ
5	dominant source of perchlorate in the Llagas Subbasin is	04:0 9 p
6	the Olin site.	04:09p
7	BY MR. MILLER:	04:09p
8	O Tannregiato that Ist was a line	04:09թ
9	question that I don't think you are	04:09p
10	Um, what data have you independently collected	-
11	and analyzed if one that are the)4:09p
12	alternative governe of namely)4:09p
13	Subbasin other than the Olin manager a)4:09p
14		r4:v3p
	Januar and and answered.)4:09p
15	THE WITNESS: The only data that I reviewed is	14:09p
16	the data produced and summarized by Olin's consultants.)4:09p
17	BY MR. MILLER:)4:09p
18	Q. Does that data permit you to rule out the	14:09p
19	potential for contribution to this plume of perchlorate	14:09p
20	from alternative sources?	14:09p
21	A. As I stated in my expert report, those other)4:10p
22	sources may exist in the basin, but it's my opinion that)4:10p
23	thou are not gianificant as 11 / 2 / 2	-)4:10p
24	light to overlyote the minutes.)4:10p
25		_
	2. Sing to drain t correct any data to)4:10p

assist you in that analysis; correct? 1 04:10p 2 I did not collect any data at this site. 04:10p Do you know whether there were any metal 3 04:10p plating or etching facilities in the Llagas Subbasin or 4 04:10p in the vicinity of the basin? 5 04:10p I don't know of any specific metal plating or 6 04:10p etching facilities. 7 04:10p Um, are metal plating and etching facilities 8 Q. 04:10p the types of facilities that historically have used 9 04:10p 10 perchlorate? 04:10p Under certain conditions, it appears that 11 04:11p electroplating may contribute or it may involve 12 04:11p perchlorate. 13 04:11p 14 Did you make any analysis of the historical Q. 04:11p uses of properties in the vicinity of the Llagas 15 04:11p Subbasin to determine whether there were any metal 16 04:11p plating facilities anywhere within the subbasin area? 17 04:11p 18 Α. I did not. 04:11p Okay. We talked about your work that is 19 Q. 04:11p ongoing at a gravel facility. I don't mean to 20 04:11p mischaracterize it. You mentioned a facility in 21 04:11p 22 Massachusetts? 04:11p 23 Sand and gravel and concrete batch plant. Α. 04:11p 24 And there may have been blasting Okay. 04:12p operations within the vicinity that may have contributed 04:12p 25

DIGITAL VIDEO DEPOSITION OF ERIC M. NICHOLS, PE

1		
2		
3	STATE OF CALIFORNIA)	0:0:
4	COUNTY OF SANTA CLARA)	0:0: 0:0:
5		
6		
7	I, ALICIA M. C. KEMP, a Certified Shorthand	0:0:
8	Reporter in and for the State of California, certify	0:0:
9	that the witness in the foregoing deposition,	0:0:0
10	ERIC M. NICHOLS, PE,	0:0:0
11	was by me duly sworn to tell the truth, the whole truth	0:0:0
12	and nothing but the truth in the within-entitled cause,	0:0:0
13	and that the foregoing is a full, true and correct	0:0:0
14	transcript of the proceedings had at the taking of said	0:0:0
15	deposition, reported to the best of my ability and	0:0:0
16	transcribed under my direction.	0:0:0
17		
18	$\mathcal{L}_{\mathcal{L}}}}}}}}}}$	
19	March 8th, 2005 Micia M.C. Keng	0:0:0
20	Date CSR Number C-6718.	0:0:0
21		
22		
23		
24		
25		