STATE OF NEW MEXICO BEFORE THE SECRETARY OF THE ENVIRONMENT

IN THE MATTER OF THE APPLICATION OF ROPER CONSTRUCTION, INC. FOR AN AIR QUALITY PERMIT NO. 9295, ALTO CONCRETE BATCH PLANT

AQB 21-57(P)

MEMORANDUM OF LAW IN SUPPORT OF MOTION TO DISMISS NSR SOURCE PERMIT APPLICATION AND CASE NO. AQB 21-57(P) BASED ON INSUFFICIENT NOTICE, IMPROPER POSTING OF PUBLIC NOTICE, AND INCOMPLETENESS

The Ranches of Sonterra Property Owners Association ("Sonterra"), by and through the undersigned counsel, submits the following Memorandum of Law in Support of its Motion to Dismiss NSR Source Permit Application ("the Application") and Case No. AQB 21-57(P) on grounds of Incompleteness, Insufficient Notice, and Improper Posting of Public Notice.

SUMMARY OF ARGUMENT

The Application fails to meet the New Mexico Environment Department's ("NMED") notice requirements, requiring dismissal and re-filing of the Application as a matter of law. At least one resident within one-half mile of the proposed source location did not receive direct notice of the Application from Roper, while the notice posted at the proposed source location does not appear posted at any "entrance" to the property and is certainly not visible from the highway. These deficiencies require dismissal of the case and re-filing of the application because, absent compliance with NMED's notice requirements, all subsequent proceedings based on the Application are invalid as a matter of well-established New Mexico law.

NMED also cannot move forward with the Application because it is administratively incomplete. The Application fails to identify the nearest residence, school, or occupied structure as required by the applicable rules. The Application also fails to disclose the presence of the Mescalero Apache Indian Reservation, which is locates within ten (10) miles of the proposed plant

location. NMED is thus prevented by its own regulations to act on the Application until Roper submits all the required information. Moreover, NMED should not allow the proceeding to move forward until the Application is complete as a matter of prudence, in order to avoid piecemeal permitting.

ARGUMENT

1. The Application Does Not Meet NMED's Notice Requirements

A. Roper Failed to Provide Notice to Landowners within One Half Mile of the Proposed Source Location

The Application seeks a construction permit pursuant to 20.2.72.200.A(1) NMAC to construct a concrete batch plant along Highway 220 in Alto, New Mexico, approximately 0.35 miles east of the highway's intersection with Highway 48. *See* Application (citation and facility street address). The area immediately surrounding the proposed site is residential, with dozens of residential homes located within a half mile. *See id.* at Section 9, 22-25 (list of property owners provided notice by certified mail). The Application recognizes Roper's obligation, pursuant to 20.2.72.203.B(1)(b) NMAC, to provide notice by certified mail to all owners of property located "within one-half (1/2) mile of the property on which the facility is...proposed to be located." The Application, however, does not comply with this requirement because at least two property owners who unquestionably are located within one-half mile of the proposed site did not receive the required notice.

As set forth in more detail in her attached affidavit, Kathleen Weems and her husband, Don R. Weems, are property owners residing less than one-half mile from the proposed site. *See* Exhibit A (Affidavit of Kathleen Weems). Attached to the affidavit is a distance measurement from Ms. Weems' property to the location of Roper's proposed batch plant, as shown by Google Earth, which demonstrates that the proposed concrete batch plant is 0.2 miles from the Weems' residence.

The Application does not include proof of service on Mr. or Ms. Weems and, as a result, Roper's failure to meet the notice requirements in this respect cannot be reasonably disputed. *See* Application at 1 Section 9, 1-5.

In Northeastern New Mexico Regional Landfill, LLC v. The New Mexico Environment Department and Martinez, et al., Ct. App. No. 28,236 consolidated with 28,229, the New Mexico Court of Appeals analyzed the NMED Secretary's denial of a permit application on the basis of notice violations and reiterated the importance of unconditional compliance with a notice requirement under a statute or its implementing regulations. See Exhibit B, relevant portions of Northeastern New Mexico Regional Landfill. In that case, the Court found that notice which did not meet the regulatory notice requirements was deficient as a matter of law, even where there was no due process violation because the interested parties not only had actual knowledge of the permit application, but also vigorously participated in the hearing and were represented by counsel throughout the entire process. *Id.* (actual knowledge of the hearing "would not render harmless the failure of [the applicant] to meet regulatory notice requirements."). The Court further noted that even if the Court found that "any determination on appeal by this Court that procedural due process was not violated would not overcome the Secretary's determination that [the applicant] failed to meet regulatory notice requirements." Id. As in Northeastern New Mexico Regional Landfill, Roper's failure to meet the regulatory notice requirements compels dismissal of the current case because all subsequent proceedings in this case will be void.

Because Roper's failure to provide Ms. Weems with the required notice is fatal to the Application, the Application must be dismissed to cure the deficiency and re-submitted for consideration in a new, separate proceeding. In *Martinez v. Maggiore*, 2003-NMCA-043, 133 N.M. 472, the New Mexico Court of Appeals considered whether an applicant's failure to comply

with the statutory notice requirements of the New Mexico Solid Waste Act, 1978 NMSA, § 74-9-22(C), invalidated the subsequent permitting proceedings such that the application required entirely *de novo* proceedings following proper notice. In *Martinez*, the applicant failed to comply with the Solid Waste Act's requirement that notice be published in both the classified/legal section of an appropriate newspaper, in addition to publishing the notice in a separate section of the same newspaper. *Id.*, ¶¶ 7-9. Relying on the Supreme Court's holding in *Nesbit v. City of Albuquerque*, 1977-NMSC-107, 91 N.M. 455, that failure to give the statutorily-mandated notice for a zoning hearing invalidates all later proceedings pursuant to the defective notice, the Court of Appeals held that NMED was required *to conduct entirely new proceedings after the applicant cured the defective notice*:

We once again follow *Nesbit* and hold that the administrative proceedings conducted subsequent to Landfill's defective notice are invalid. We vacate the order granting Landfill's application and remand to the Secretary for *de novo* review of Landfill's application after publication of notice substantially complying with Subsection 74-9-22(C).

Id., ¶ 13.

Martinez governs these proceedings; without dismissing the current case and requiring Roper to comply with the notice provisions of 20.2.72.203.B(1)(b) NMAC, NMED cannot lawfully proceed and will waste considerable resources on an invalid hearing. Just as the applicant in Martinez, Roper failed to comply with a clear notice requirement imposed by the controlling regulations. The Legislature properly delegated the authority to determine notice requirements to NMED in the Air Quality Act, giving the regulations the same force and effect as the statutory notice requirements at issue in Martinez. See NMSA 1978, § 74-2-7(B)(5) (delegation of authority to promulgate rules requiring notice); see also State ex rel. Harkleroad v. New Mexico State Police Bd., 1985-NMSC-076, ¶ 17, 103 N.M. 270 ("Properly enacted rules and regulations have the force

and effect of law[.]"). Thus, this proceeding cannot result in the grant of a valid permit under *Neshit* and *Martinez* and should therefore be dismissed.

B. The Public Notice Posted at the Source Location does not Meet the Notice Requirements

Roper's Application also violates the requirement that "conspicuous" notice be posted at "the proposed...facility entrance on the property on which the facility is...proposed to be... located[.]" The attached affidavit of Mark Severance, a concerned property owner in Alto, provides an accurate description and photographs of the allegedly conspicuous notice. *See* Exhibit C. The photographs show that the notice does not appear to be located at the *entrance* of the proposed facility and is precisely 40 feet, one inch from the highway. The size of the print of the main text on the 11 x 17 notice, 10-point font, makes it impossible to read from more than a few feet away. For this independent reason, Roper has not met NMED's notice requirements and the Application must be dismissed under the same analysis as above.

New Mexico law has long held that a requirement of "conspicuous" notice, at the "entrance" to a property, is not satisfied by posting notice that cannot be read by passersby. In *Baca v. Grisolano*, 1953-NMSC-028, 57 N.M. 176, our Supreme Court examined the effect of a licensee's failure to comply with a remarkably similar provision of the New Mexico Liquor Control Act (1941 Compilation):

The first sentence using mandatory language and showing the character of the statute and intention of the legislature reads as follows: 'Before any * * * license is issued * * * the chief of division shall cause a notice of the application therefor to be posted conspicuously on the outside of the front wall or front entrance of the immediate premises for which such liquor license or transfer is sought.

Id., ¶ 18 (emphasis in original).

The testimony in *Baca* established that the licensee posted the notice forty to fifty feet from the property line so that "it could not be read" from the adjoining highway. *Id.*, ¶ 12. The Supreme Court readily found that such notice did not comply with the statute and that issuance of the liquor license was *ultra vires*. *Id.*, ¶ 20. Similarly, Roper's application and the current case must be dismissed until conspicuous public notice is appropriately posted at the proposed site. *See also Wright v. Zoning Bd. of Appeals of Town of Fairfield*, 391 A.2d 146 (Conn. 1978) (discussing requirements for on-site posted notice generally).

2. Roper's NSR Source Permit Application Fails to Identify the Nearest Residence, School, Occupied Structure or Indian Tribe

In addition to not providing adequate notice to nearby landowners and the public, Roper's Application is incomplete. Question 11 (Section 1-D) of the Application requires Roper to identify the distance from the perimeter of the area of operations "to the nearest residence, school or occupied structure." *See* Application at Section 1, 3. Roper provided no answer to the question. *Id.* The property west of and immediately adjacent to the proposed site is occupied by a plant nursery, an RV park is located approximately one-quarter mile to the west of the proposed site, a religious camp is located approximately one-half mile east of the proposed site, and occupied residences surround the location on all sides. *See id.* at 106 (map of residences in surrounding area). Furthermore, Question 7 (Section 1-D) of the Application requires Roper to identify all municipalities, Indian Tribes, and counties within a ten (10) mile radius of the proposed site. Roper failed to identify the Mescalero Apache Indian Reservation approximately four (4) miles from the proposed site.

NMED's regulations require submission of this information (in addition to the notice requirements discussed above) before the Application can be deemed administratively complete. *See* 20.2.72.203.A(11) NMAC (requiring applicant to provide all information NMED reasonably

requires). Without an administratively complete application, NMED cannot lawfully move forward with the proceeding under its regulations. *See* 20.2.72.207 (Permit Decisions and Appeals) (discussing NMED procedure; requiring determination of administrative completeness prior to granting permit).

CONCLUSION

For the reasons set forth above, the Application and current case should be dismissed. The Application fails to meet NMED's notice requirements and is incomplete, thereby requiring a new proceeding.

Respectfully submitted,

HINKLE SHANOR LLP

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CERTIFICATE OF SERVICE

I hereby certify that I caused a true and correct copy of the foregoing to be served via email on the following parties on this 12th day of November, 2021:

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Thomas M. Hnasko

STATE OF NEW MEXICO BEFORE THE SECRETARY OF THE ENVIRONMENT

IN THE MATTER OF THE APPLICATION OF ROPER CONSTRUCTION, INC. FOR AN AIR QUALITY PERMIT NO. 9295, ALTO CONCRETE BATCH PLANT

AQB 21-57(P)

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

AFFIDAVIT OF KATHLEEN A. WEEMS

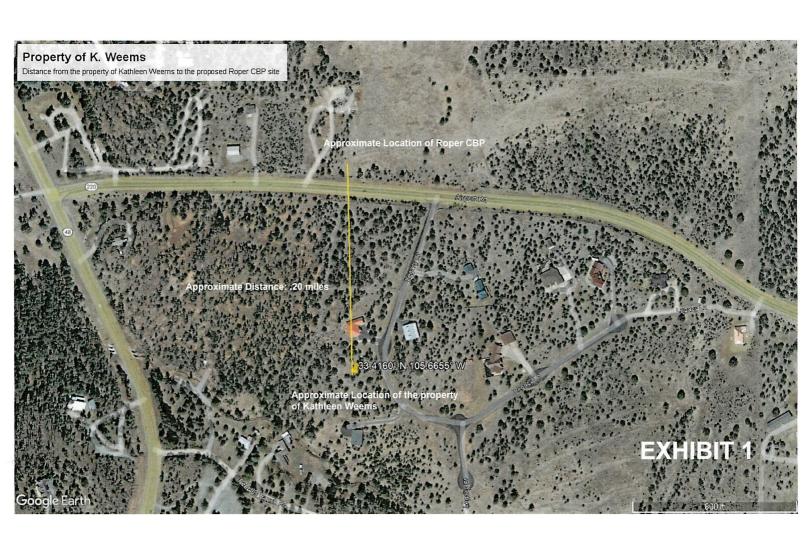
Kathleen A. Weems deposes and states as follows:

- I am over the age of 18 years and am otherwise competent to make this affidavit.
 The matters set forth below are true based on my personal knowledge and information.
- 2. I am the owner of 116 Legacy Lane, Alto, New Mexico, 88312, where I reside full-time with my husband.
- 3. My residence is located approximately .20 miles from the proposed site of the concrete batch plant Roper Construction, Inc. ("Roper") intends to construct and operate in Alto, New Mexico, as demonstrated by the Google Earth image attached to this Affidavit as Exhibit 1.
- 4. I purchased my property at 116 Legacy Lane on February 7, 2020. Based on records received from the Lincoln County Assessor's Office, My husband and I are listed on the official tax records for Lincoln County as the owners of 116 Legacy Lane. See Exhibit 2.
 - 5. My mailing address is P.O. Box 563 Ruidoso, New Mexico, 88355.
- 6. Despite our proximity to the proposed site, neither my husband nor I received notice from Roper by certified mail, either at our physical address or at our mailing address, that Roper intended to submit an application to the New Mexico Environment Department for an air quality permit for the construction of the proposed concrete batch plant less than 0.3 miles from my home.

Exhibit A

FURTHER AFFIANT SAYETH NAUGHT.

Lathlen a. Weems
11 12 2 Date
SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me on this day of November, 2021, by Kathleen A. Weems. Notany Public
Notary Public My Commission Expires: We will be a second of the commission of the
OFFICIAL SEAL JANA LEWIS NOTARY PUBLIC STATE OF NEW MEXICO My Commission Expires



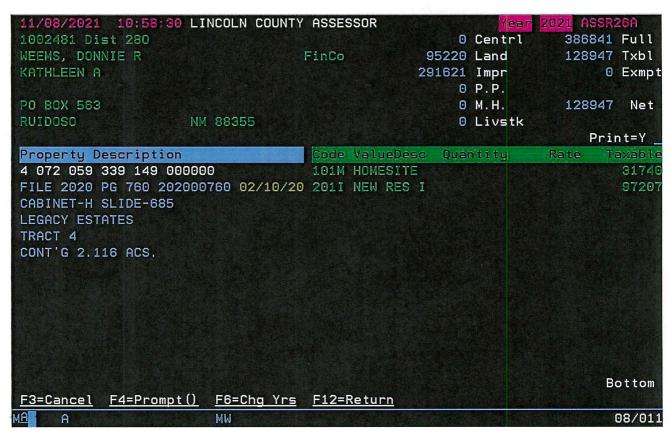


EXHIBIT 2

"based on actual experience and projections within the solid waste industry." Our review of the record shows that NENMRL's application did not provide any reason 3 at all for its use of a fifteen percent annual increase in its calculations. We cannot say 4 that the Secretary's decision was arbitrary and capricious simply because he reached a different conclusion than the one provided by NENMRL. See N.M. Mining Ass'n 6 v. Water Quality Control Comm'n, 2007-NMCA-084, ¶ 29, 142 N.M. 200, 164 P.3d $7 \parallel 81$ ("Even if a different conclusion might have been reached from the facts, the choice 8 made [by an administrative agency] is not arbitrary or capricious if exercised honestly and upon due consideration." (alteration omitted) (internal quotation marks and 10 citation omitted)).

The Secretary's Finding That NENMRL Failed to Provide Adequate **Individual Notice to Interested Parties**

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NENMRL next challenges the Secretary's finding that it failed to provide 14 adequate individual notice to adjacent landowners and other interested parties 15 regarding the "quantity, rate, type, as well as the origin of the [special] waste" it was 16 proposing to accept at the landfill, in violation of agency regulations in effect at the 17 time. As we understand NENMRL's argument, it contends that in finding that 18 regulatory notice requirements were not met, the Secretary also made an "unstated 19 finding" that the interested parties' procedural due process rights were violated. 20 Relying on this unstated finding, NENMRL appears to argue that even if there was

a purported deficiency in the individual notice letters, the procedural due process 2 rights of the interested parties were not violated and, therefore, the Secretary erroneously denied the special waste permit on the basis of inadequate notice.

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NENMRL's argument is premised on a contention that this Court differentiated between statutory notice requirements and procedural due process in Martinez, 2003-6 NMCA-043, ¶ 13. On the basis of this asserted difference, NENMRL argues only 7 that the interested parties' due process rights were protected without challenging the 8 Secretary's express finding that the individual notice letters failed to meet notice requirements.

We are unpersuaded by NENMRL's argument for two reasons. First, we have found no evidence in the record, nor has NENMRL pointed to any, showing that the Secretary or the hearing officer made any findings regarding possible due process violations on the basis of the notice provided by NENMRL during the permitting process. Rather, the hearing officer's report concluded only that the notice failed to 15 meet regulatory requirements without referring to any possible due process issues. 16 Accordingly, we are hesitant to attribute an implicit finding to the Secretary regarding 17 due process in the absence of an express finding. Cf. Atlixco, 1998-NMCA-134, ¶¶ 18 20, 21 (stating that "the reviewing court may not supply a reasoned basis for the 19 agency's action that the agency itself has not given" and that "the [s]ecretary's

decision stands or falls on its express findings and reasoning" (alteration omitted) (internal quotation marks and citation omitted)).

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Second, we disagree with NENMRL's characterization of Martinez as establishing that a due process analysis is required in cases where the sufficiency of notice is at issue. In Martinez, we reversed the grant of a special waste permit to 6 NENMRL for the same facility at issue here on the basis of a failure to substantially comply with statutory notice requirements. 2003-NMCA-043, ¶ 13. We determined 8 that NENMRL's failure to publish notice of its permit application in two separate locations within local newspapers was a violation of statutory notice requirements under the Act. Id. ¶¶ 7-9. We then relied on Nesbit v. City of Albuquerque, 91 N.M. 11 455, 575 P.2d 1340 (1977), to hold that NENMRL's failure to substantially comply 12 with statutory notice requirements rendered all subsequent administrative proceedings 13 invalid, thereby requiring reversal of the Secretary's decision in those proceedings to grant a special waste permit to the facility. Martinez, 2003-NMCA-043, ¶13. We remanded the case for new proceedings to take place after proper notice was provided regarding the requested special waste modification. *Id.*

Contrary to NENMRL's position, Martinez never explicitly discussed due 18 process, and the opinion did not address the interplay between statutory notice 19 violations and due process. In fact, this Court declined to address a standing

1 argument raised in Martinez because it "confuse[d the a]ppellants' due process right 2 to individual notice with . . . [the] statutory requirement of notice to the general public 3 [of a waste permit application]." 2003-NMCA-043, ¶ 15. We further stated that 4 NENMRL's failure to meet statutory notice requirements in that case could not be "rendered harmless as a matter of law by the fact that [the a]ppellants and a number of other residents of the area attended the hearing and expressed their lay concerns." 7 Id. ¶ 17. Thus, to the extent that NENMRL makes due process arguments on appeal 8 in this case—that the interested parties had actual knowledge of the hearing and that 9 individual notice letters were not misleading or prejudicial—we are not persuaded. These actions, even if they were substantiated by the record, would not render harmless the failure of NENMRL to meet regulatory notice requirements. This is consistent with the underlying policy rationale behind Martinez—that the failure to comply with statutory and/or regulatory notice requirements is a serious deficiency 14 in the permitting process requiring stark consequences because it effectively 15 precludes the right of interested parties to meaningfully participate in the hearing 16 process and to insure that their concerns regarding proposed permit modifications are 17 heard. Id. ¶¶ 15, 18-19; see Colonias, 2005-NMSC-024, ¶¶ 21-22 (discussing 18 Martinez and the legislative policy favoring the public's right to participate 19 meaningfully in a landfill permitting process).

Martinez does not stand for the principle that meeting the interested parties' due process rights under the circumstances presented in this case would act as a cure for a statutory/regulatory notice violation. As an aside, we recognize that our reliance on Nesbit in Martinez could have been construed as a signal to NENMRL in this case that procedural due process is a consideration in cases where notice concerns are raised in administrative proceedings. See Nesbit, 91 N.M. at 459, 575 P.2d at 1344 (stating that the failure to comply with statutory notice procedures in zoning 8 ordinance proceedings was a violation of "due process of law . . . and [that] no subsequent act could correct the defect"); see also Eldorado at Santa Fe, Inc. v. Cook, 10 113 N.M. 33, 36, 822 P.2d 672, 675 (Ct. App. 1991) (relying on Nesbit to hold that the failure to give proper statutory notice of an administrative permitting proceeding was a due process violation), abrogated on other grounds by Goodloe v. Bookout, 1999-NMCA-061, 127 N.M. 327, 980 P.2d 652. However, these cases only serve to 14 establish the importance of meeting notice requirements under a statute or its 15 implementing regulations and the consequence for failing to do so. It stands to reason 16 that if this Court can reverse the grant of a special waste permit on the basis of 17 statutory notice violations, as we did in Martinez, there is no error on the part of the 18 Secretary in denying a special waste permit in this case on the same basis, irrespective 19 of any of the flexible procedural due process considerations NENMRL has asserted

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in this case. See also II Richard J. Pierce, Jr., Administrative Law Treatise § 9.1, at 2 736 (5th ed. 2010) ("Once an agency adopts a set of procedures by rule, the agency 3 must comply with its own procedural rules even if the procedures adopted by the 4 agency exceed those independently required by due process.").

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Accordingly, we decline to review the Secretary's order for possible error as 6 to an "unstated" procedural due process violation, and we remain unconvinced that 7 any determination on appeal by this Court that procedural due process was not 8 violated would overcome the Secretary's determination that NENMRL failed to meet 9 regulatory notice requirements. Because NENMRL has not argued that the Secretary 10 erred in determining that the individual notice letters failed to comply with regulatory 11 notice requirements regarding the special waste permit modification, we do not 12 disturb that finding on appeal.

13 **3**. **Findings** Regarding Secretary's Noncompliance with Existing Permit Conditions and Applicable Regulations

NENMRL also challenges the Secretary's denial of the special waste permit modification on the basis of the following conclusions regarding its compliance history: that (1) it "ha[d] a history of failing to submit reports and failing to comply with conditions previously imposed by the [NMED] Solid Waste Bureau," as required 20 by 20.9.1.200(L)(16) NMAC; (2) it had a "history of violations issued by the

BEFORE THE SECRETARY OF THE EXVIRONMENT. SLVLE OF NEW MEXICO

√QB 21-57(P)

VELO CONCRELE BYJCH BEVZJ VA VIB ÕNVELLA BEBWILLRO 05021 OF ROPER CONSTRUCTION, INC. FOR IN THE MATTER OF THE APPLICATION

SLVLE OF NEW MEXICO 1

COUNTY OF SANTA FE

VEED VALUOR AIVIST SEAEBYAGE

Mark Severance deposes and states as follows:

- Lover the age of 18 years and am otherwise competent to make this affidavit. The
- Lam the owner of 136 Santiago Cirele, Alto. New Mexico where Freside full-time matters set forth below are true based on my personal knowledge.
- As a result of my residence in Alto. I travel on 34M 220 frequently, passing the with my wife. Barbara Severance, since 2018.
- proposed site of Roper Construction, Inc.'s concrete batch plant at least several times a week.
- The photographs attached to this affidavit and marked as Exhibits 1 and 2 were
- taken by me personally and accurately depiet the public notice posted at the proposed site of
- Roper's concrete batch plant on MM 220 in October 2021.
- There is no marked entrance to the property and the $\Pi \times \Pi$ inch notice is posted
- The entire lot is enclosed with a wire fence, with the exception of the eastern border 40 feet, one inch from the property's boundary with the highway.
- ीo one adjoining Jot, There is no marked path to the posted notice nor any gate in the ware fence of

the Roper property.

EXHIBIL C.

- 7. The area of the property leading to the notice is overgrown with grass, as shown in the attached photographs, and the terrain is downward sloping and uneven making access to the notice difficult.
- 8. The main text of the notice is printed in 10-point font and is not legible unless one walks directly up to the placard.
- 9. The main text of the notice is not legible from the highway, either while driving or while stationary.

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Mark Severance

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SUBSCRIBED, SWORN TO AND ACKNOWLEDGED before me on this 9th day of November, 2021, by Mark Severance.

Notary Public

My Commission Expires: (2) (2) 3

Star My Com

Official Seal REGINA SHUSTER Notary Public



EXHIBIT 1

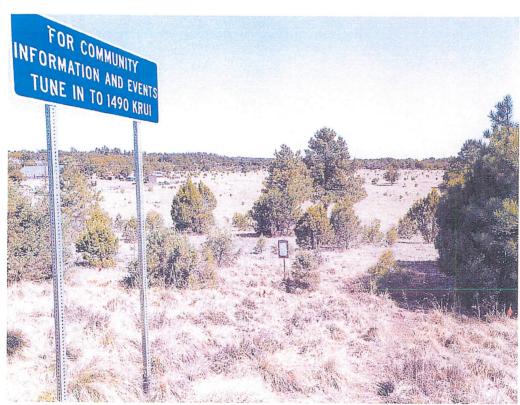


EXHIBIT 2