

**ATLANTIC RICHFIELD COMPANY TECHNICAL ASSISTANCE VCP
AGREEMENT**

This Technical Assistance Voluntary Cleanup Program Agreement (Agreement), dated February 25, 2013, is entered into by and between the State of Washington, Department of Ecology (Ecology) and Atlantic Richfield Company (Atlantic Richfield). Ecology and Atlantic Richfield are hereinafter sometimes referred to collectively as the Parties.

The purpose of this agreement is to facilitate independent remedial action and cleanup at Atlantic Richfield Sites included in this Agreement. Ecology agrees to provide informal site-specific technical consultations under the Voluntary Cleanup Program (VCP) for the sites identified in the Atlantic Richfield Technical Assistance Agreement List (the Atlantic Richfield List), attached hereto as **Exhibit A**, under the VCP.

This Agreement facilitates and prioritizes independent remedial action at each site identified in the Atlantic Richfield List in order to obtain from Ecology, as soon as reasonably practicable, No Further Action (NFA) opinions at each of the sites.

Atlantic Richfield and Ecology recognize that there are unique requirements entailed in Ecology's agreement to provide advice and assistance (technical consultation) on multiple sites. As such, Atlantic Richfield and Ecology commit to the terms of this Agreement.

Ecology is entering into this Agreement under the authority of the Model Toxics Control Act (MTCA), Chapter 70.105D RCW, and its implementing regulations, Chapter 173-340 WAC. If a term in this Agreement is defined in MTCA or Chapter 173-340 WAC, then that definition shall govern.

Now, therefore, in special consideration for Ecology providing technical advice and assistance for multiple sites and dedicating staff to work on the sites identified in the Atlantic Richfield List, Atlantic Richfield agrees to pay costs incurred by Ecology in providing such advice and assistance only as detailed in this Agreement.

Section 1. Applicable Sites.

- a. This Agreement applies to: (1) sites listed in the Atlantic Richfield List, attached hereto (**Exhibit A**), and incorporated by reference into this Agreement; and (2) other sites that the Parties mutually agree in writing to add to the Atlantic Richfield List.
- b. For each site included in the Atlantic Richfield List, Atlantic Richfield will provide Ecology with a completed VCP Application (**Exhibit B**) according to the schedule identified on **Exhibit C (VCP Application Schedule and 90-Day Schedule)**. For sites added to the Atlantic Richfield List after the Effective Date of this Agreement, Atlantic Richfield will provide Ecology with a completed VCP Application at the time the Parties mutually agree to add the site to the Atlantic Richfield List.
- c. The Parties shall mutually agree on the prioritization of the sites listed on the Atlantic Richfield List and any amendment thereto.
- d. Any site that is not identified on the Atlantic Richfield List shall be considered a new site when added to the Atlantic Richfield List. The Parties will mutually agree upon the new site's priority.
- e. Sites listed on the Atlantic Richfield List at which there has been a new or a historic but not previously documented release of hazardous substance, may be given a new priority if mutually agreed upon by the Parties.
- f. At its discretion, Ecology may choose to remove one or more sites from the Atlantic Richfield List and require remedial work be completed under an Order or Decree, and/or take any other action available under state law for the site(s).
- g. Atlantic Richfield may remove one or more sites from the Atlantic Richfield List with the understanding that Ecology may, at its discretion, require remedial work be completed under an Order or Decree, or take any other action available under state law for the site(s).

Section 2. Remedial Action Process.

The Parties agree that MTCA and its implementing regulations, including applicable Ecology guidance documents, will govern the remediation of all sites subject to this Agreement.

Section 3. Access to Property Not Owned by Atlantic Richfield.

- a. Atlantic Richfield is responsible for obtaining access to all properties not owned by Atlantic Richfield.
- b. Atlantic Richfield shall make reasonable efforts in a timely manner to obtain and/or maintain written access for itself and its contractors to sites or other property where remedial action is necessary.
- c. If, after reasonable efforts, Atlantic Richfield has not obtained access to property then Atlantic Richfield shall notify Ecology in writing regarding Atlantic Richfield's access issue, and Ecology shall assist Atlantic Richfield in obtaining the needed access. It is acknowledged that the developed schedules are dependent upon the cooperation of the property owners to grant access, and schedules may be adjusted accordingly if access issues arise.

Section 4. Services Provided by Ecology.

a. Project Coordinators

1. Atlantic Richfield and Ecology agree that to implement this Agreement, Ecology will assign a staff referred to as Site Manager, as needed to work on the sites listed on the Atlantic Richfield List. The cost of assigning the Site Manager will be considered reimbursable costs consistent with WAC 173-340-515(6) and 173-340-550(6), and billed under Section 5 (Reimbursement of Costs) of this Agreement.

2. Ecology will designate a Project Manager to assist in implementation of the Agreement and to resolve any technical issues associated with the Agreement.

Similarly, Atlantic Richfield will designate one (1) Atlantic Richfield representative as a contact for work to be conducted under this Agreement.

3. To the maximum extent possible, communications between Ecology and Atlantic Richfield and all technical documents, including reports and other correspondence concerning the activities performed pursuant to the terms and conditions of this Agreement shall be directed through Ecology's Site Manager. All contractual related communications and approvals, to the maximum extent possible, will be directed through Ecology's Northwest Region Toxics Cleanup Program Section Manager and the designated Atlantic Richfield management contact. Ecology's Northwest Region Toxics Cleanup Program Section Manager and Atlantic Richfield management contact may designate, in writing, working level staff contacts for all or portions of the implementation of the work to be performed under this Agreement. Any party may change its respective identified staff. Written notification shall be given to the other party at least ten (10) calendar days prior to the change.

4. The designated management contact for each Party is set forth below:

The designated Ecology management contact is:

Mr. Robert W. Warren, P.Hg., MBA
NWRO Section Manager
Toxics Cleanup Program
Ecology Northwest Regional Office
3190 - 160th Avenue SE
Bellevue, WA 98008-5452
(425) 649-7054
Email: bob.warren@ecy.wa.gov

The designated Atlantic Richfield management contact is:

John C. Skance
Strategy Manager
Atlantic Richfield Company
PO Box 1257
San Ramon, CA 94583
Office: 925.275.3802
Mobile: 925.818.3781
Email: john.skance@bp.com

The designated coordinator contacts for each Party are set forth below:

The Project Manager for Ecology is:

Mr. Russell E. Olsen, MPA
NWRO Unit Supervisor
Toxics Cleanup Program
Ecology Northwest Regional Office
3190 - 160th Avenue SE
Bellevue, WA 98008-5452
(425) 649-7038
Email: russ.olsen@ecy.wa.gov

The Site Manager for Ecology is:

Ms. Heather Vick
Voluntary Cleanup Program
Toxics Cleanup Program
Ecology Northwest Regional Office
3190 - 160th Avenue SE
Bellevue, WA 98008-5452
(425) 649-7064
Email: vick.heather@ecy.wa.gov

The designated Atlantic Richfield primary contact is:

Shannon Couch
Operations Project Manager
Atlantic Richfield Company
PO Box 1257
San Ramon, CA 94583
Office: (925) 275-3804
Email: shannon.couch@bp.com

- b. Upon request, Ecology agrees to provide Atlantic Richfield with informal, site-specific technical consultations on the independent remedial actions proposed for, or performed at, the sites consistent with WAC 173-340-515(5). Ecology may use any appropriate resource to provide Atlantic Richfield with the requested technical assistance for site(s) on the Atlantic Richfield List. Those resources may include, but shall not be limited to, those of Ecology and the Office of the Attorney General (AGO).
- c. Upon receipt of a written request from the designated Atlantic Richfield contacts for technical advice, assistance or a written opinion, Ecology's Site Manager will

respond promptly and provide written opinions within ninety (90) days. If Ecology is unable to respond within the time period outlined herein, Ecology's Project Manager will inform Atlantic Richfield in writing.

- d. In accordance with RCW 70.105D.030(1)(i), any opinions provided by Ecology under this Agreement are advisory only and not binding upon Ecology. Ecology, the state, and officers and employees of the state are immune from all liability to the extent provided by Washington Law. Furthermore, no cause of action of any nature may arise from any act or omission in providing, or failing to provide, informal advice and assistance under this Agreement.

Section 5. Reimbursement of Costs.

- a. Atlantic Richfield agrees to pay certain costs incurred by Ecology in providing the informal site-specific technical advice and assistance requested by Atlantic Richfield under this Agreement, consistent with WAC 173-340-515(6) and 173-340-550(6), including the cost of the Site Manager assigned to work on Atlantic Richfield sites as identified in this Agreement. Atlantic Richfield acknowledges that the cost incurred by Ecology in providing such advice and assistance may include administrative and general activities related to Ecology's employment of the Site Manager (e.g., Ecology meetings, creation of site logs, preparation of written analysis that supports the opinion letters (referred to by Ecology as a Decision Document)). The costs incurred by Ecology may also include the costs incurred by assigning any other additional staff by Ecology to provide the requested technical advice and assistance.
- b. Ecology's costs shall be determined based on the method in WAC 173-340-550(2) and may include administrative and general activities related to the employment of the Site Manager. Ecology shall mail Atlantic Richfield's primary contact a single invoice for all sites subject to this Agreement by the next business day after the fifteenth (15th) day of each month (invoice date) that there is a

balance on the account. Each invoice shall include a reasonably detailed description of the costs incurred, payments received, identity of staff involved, and the amount of time and description of work performed by each staff member on each site identified in the Atlantic Richfield List.

- c. Atlantic Richfield shall pay the required amount by the due date, which shall be thirty (30) calendar days after the invoice date. If payment has not been received within (30) days of the date the invoice is received, Ecology will notify Atlantic Richfield that the debt is past due. If payment has not been received within thirty (30) calendar days of the invoice date, then Ecology shall withhold any requested opinions and notify Atlantic Richfield that the debt is past due. If payment has not been received within sixty (60) calendar days of the date the invoice is received, then Ecology shall stop all work under this Agreement and may as appropriate, assign the debt to a collection agency under Chapter 19.16 RCW.
- d. Upon termination of the Agreement, Ecology shall reconcile billing and provide Atlantic Richfield's primary contact with a final invoice. Atlantic Richfield shall pay the required amount by the due date, which shall be thirty (30) calendar days after the final invoice is received. If the outstanding invoice amount is not paid within (60) days after the final invoice is received Ecology may, as appropriate, assign the debt to a collection agency under Chapter 19.16 RCW.

Section 6. Schedule of Work.

- a. Atlantic Richfield agrees to follow commitments set forth in the VCP Application Schedule and 90-Day Schedule, attached hereto as **Exhibit C**, and the remedial work and deadlines set forth in the Cleanup Timelines, to be attached hereto as **Exhibit D** within 90 days, as described below.
- b. Atlantic Richfield shall draft Cleanup Timelines for all sites on the Atlantic Richfield List within ninety (90) days of the effective date of this Agreement. The Cleanup Timelines shall be submitted to Ecology for review, comment, and

approval. Atlantic Richfield shall address Ecology's comments on all drafts of the Cleanup Timelines and submit a final draft of the Cleanup Timelines to Ecology within thirty (30) days of receiving comments. Upon mutual acceptance of the Cleanup Timelines, the deliverable will become an integral part of this Agreement, as **Exhibit D** (Cleanup Timelines).

- c. Notwithstanding **Exhibit C** and **Exhibit D**, the Schedules and Cleanup Timelines are dynamic and subject to change for good cause. Ecology may require remedial work be completed under an Order or Decree, or take any other action available under state law for the site(s).
- d. If Atlantic Richfield or Ecology fails to make a good faith effort to meet the requirements of **Exhibit C** and/or **Exhibit D**, Ecology or Atlantic Richfield may terminate this Agreement in accordance with Section 10 (Project Term and Agreement Termination). Termination of the Agreement is the exclusive remedy for any failure to meet the requirements of Exhibit C and/or Exhibit D.

Section 7. Meetings & Summary Reports.

- a. Atlantic Richfield and Ecology agree to meet quarterly at the Ecology Northwest Regional Office in Bellevue, Washington, to discuss progress made at the sites and to set goals for the sites. The term "deadlines" as referenced within this Agreement refers to the date that Atlantic Richfield agrees to request NFA (No Further Action) for each Atlantic Richfield site. The term "milestones", as referenced within this Agreement, refers to those project phases identified in **Exhibit D** (Cleanup Timelines) and includes, but is not limited to, the following phases: file review; site characterization; pilot test/ feasibility study/CAP; system installation; active remediation; groundwater monitoring; and confirmation borings.
- b. An agenda for the quarterly meeting will be sent by Ecology to Atlantic Richfield two (2) weeks prior to the meeting date. No later than five (5) days before the

quarterly meeting, Atlantic Richfield will provide Ecology with any changes to the meeting agenda.

- c. The agenda shall include, but not be limited to the following items:
 1. Discussion of Progress Report as defined in Section 7.d below;
 2. Proposed extension to deadlines described in **Exhibit D**; and
 3. Discussion of Ecology's information and data supporting the Decision Documents and Opinion Letters.
- d. No later than five (5) days prior to the quarterly meeting, Atlantic Richfield shall submit to Ecology a Progress Report that describes Atlantic Richfield's progress towards meeting milestones listed in **Exhibit D**. Unless otherwise specified, the Progress Report and any other documents submitted pursuant to this Agreement shall be sent by certified mail, return receipt requested, to Ecology's Regional Program Section Manager with a copy to Ecology's Site Manager.
- e. The Parties will mutually agree to any extension to deadlines described in **Exhibit D**. If the Parties are unable to agree to the extensions to deadlines for one or more site(s), the Parties agree that the Dispute Resolution provisions of Section 10 will apply.
- f. The burden shall be on Atlantic Richfield to demonstrate to the satisfaction of Ecology that good cause exists for requests for extension to deadlines described in **Exhibit D** (Cleanup Timelines). Good cause may include, but is not limited to:
 1. Additional site data that significantly changes conditions and requires modification of the technical approach for the site;
 2. Circumstances beyond the reasonable control and despite the due diligence of Atlantic Richfield, including delays or new releases caused by unrelated third parties or Ecology, such as (but not limited to) delays by Ecology in reviewing, approving, or modifying documents submitted by Atlantic Richfield; or

Section 9. Press Release.

Atlantic Richfield shall notify and receive content approval from Ecology's Site Manager prior to the preparation of all press releases and fact sheets. Atlantic Richfield shall also notify Ecology's Site Manager before major meetings with the interested public related to the work under this Agreement. Likewise, Ecology shall notify and receive content approval from Atlantic Richfield prior to the issuance of all press releases and fact sheets. Ecology shall also notify Atlantic Richfield before major meetings with the interested public related to the work under this Agreement. For all press releases, fact sheets, meetings, and other outreach efforts by Atlantic Richfield that do not receive prior Ecology approval, Atlantic Richfield shall clearly indicate to its audience that the press release, fact sheet, meeting, or outreach effort was not sponsored or endorsed by Ecology. For all press releases, fact sheets, meetings, and other outreach efforts by Ecology that do not receive prior Atlantic Richfield approval, Ecology shall clearly indicate to its audience that the press release, fact sheet, meeting, or outreach effort was not sponsored or endorsed by Atlantic Richfield.

Section 10. Project Term and Agreement Termination.

- a. Atlantic Richfield and Ecology recognize that there are unique requirements entailed in Ecology's agreement to provide advice and assistances (technical consultation) on multiple sites. As such, Atlantic Richfield and Ecology commit to the terms of this Agreement for the Project Term, from execution of this Agreement until terminated by either Party.
- b. Either Party may terminate this Agreement at any time for any reason by providing thirty (30) days written notice to the other Party.
- c. Section 5 (Reimbursement of Cost) and Section 10 (Project Term and Agreement Termination) will survive termination of this Agreement.
- d. Upon either Party's termination of the Agreement under Section 10, unless otherwise notified by Ecology in writing, Atlantic Richfield agrees to pay the

costs Ecology will incur, in having the Site Manager prepare a final report regarding the status of each site on the Atlantic Richfield List. The final report for each site may include, but is not limited to, analysis of the data submitted to date, drafting site summaries, and selecting the next necessary steps under MTCA.

- e. This Agreement shall be terminated automatically if any law or regulation shall become operative which renders illegal or prohibits any obligations entered into hereunder. This includes, but is not limited to, any action by the Washington State Legislature which discontinues funding, repeals or in any way ceases its support for this Agreement under applicable law.

Section 11. Reservation of Rights.

- a. Ecology and Atlantic Richfield have entered into this Agreement to facilitate the cleanup of Atlantic Richfield's sites without the use of litigation, enforcement actions, or other adversarial proceedings. Ecology's signature on this Agreement in no way constitutes a covenant not to sue or a compromise of any of Ecology's rights or authority. This Agreement also does not protect a liable person from contribution claims by third parties for matters addressed by this Agreement. This Agreement does not constitute a settlement of liability to the state under MTCA. The state does not have the authority to settle with any person potentially liable under MTCA except in accordance with RCW 70.105D.040(4).
- b. Ecology reserves its rights under Chapter 70.105D RCW and all other applicable laws, including the right to require additional or different remedial actions at any or all sites should it deem such actions necessary to protect human health and the environment, and to issue orders requiring such remedial actions. Nothing in this Agreement will prevent Ecology from seeking to recover its costs for such actions under applicable laws. Ecology also reserves all rights regarding the injury to, destruction of, or loss of natural resources resulting from the release or

threatened release of hazardous substances at a site. Ecology reserves the right to proceed with enforcement action against Atlantic Richfield under all applicable statutes and regulations. Ecology reserves the right to proceed under any lawful authority to ensure compliance at all sites with all applicable laws and orders and decrees. Atlantic Richfield, by execution here does not waive, and expressly retains all rights and defenses associated with this matter or related to the sites. In addition, neither this Agreement nor work performed under the Agreement shall be construed as an admission by Atlantic Richfield of any claim or liability in connection with the sites subject to the Agreement.

Section 12. Entire Agreement.

This Agreement, including any exhibits or attachments, constitutes the entire agreement of Atlantic Richfield and Ecology and shall supersede and replace all prior and contemporaneous agreements and understandings, written or oral, regarding the discussions concerning the Agreement.

Section 13. Modification; Waiver.

No modification of any of the provisions of this Agreement shall be binding unless made in writing and signed by Atlantic Richfield and Ecology. No waiver of any of the provisions of this Agreement shall be deemed, or shall constitute, a waiver of any other provisions, whether or not similar, nor shall any waiver constitute a continuing waiver unless expressly so stated in writing. No waiver shall be implied from a conduct or a failure to enforce rights or a delay in enforcing rights. No waiver shall be binding unless executed in writing by the Party making the waiver.

Section 14. Amendment to the Agreement.

Ecology's Site Manager may agree to minor changes to the Cleanup Timeline without formally amending this Agreement. Minor changes will be documented in writing by Ecology. Substantial changes to the Cleanup Timeline shall require formal amendment of this Agreement. This Agreement may only be formally amended by a written

stipulation between Atlantic Richfield and Ecology. An agreement to amend the Agreement shall not be unreasonably withheld by any party.

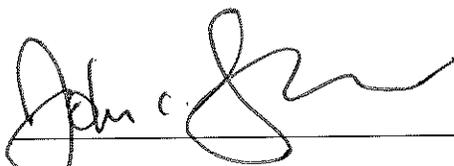
Section 15. Severability.

The provisions of this Agreement shall be severable, and if any provision of this Agreement shall be held or declared to be illegal, invalid, or unenforceable, such illegality, invalidity, or unenforceability shall not affect any other provision hereof, and the remainder of this Agreement, disregarding such invalid portion, shall continue in full force and effect as though such void provision had not been contained herein.

Section 16. Representations.

The undersigned representative of Atlantic Richfield hereby certifies that he or she is fully authorized to enter into this Agreement and to execute and legally bind Atlantic Richfield to comply with the Agreement.

Atlantic Richfield Company



Mr. John C. Skance
Strategy Manager
PO Box 1257
San Ramon, CA 94583
(925) 275-3802
john.skance@bp.com

**STATE OF WASHINGTON,
DEPARTMENT OF ECOLOGY**

 2/25/13

Mr. Robert W. Warren, P.Hg., MBA
NWRO Section Manager
Toxics Cleanup Program
Ecology Northwest Regional Office
3190 - 160th Avenue SE
Bellevue, WA 98008-5452
(425) 649-7054
bob.warren@ecy.wa.gov

EXHIBIT A

Atlantic Richfield Site ID	EGY Site ID	Address	City	County	In VCP
409	8736	13515 AMBAUM BLVD SW	SEATTLE	KING	No
818	3263	3201 20TH AVE NORTH	SEATTLE	KING	No
836	8739	11611 N E 8TH STREET	BELLEVUE	KING	No
921	8740	4030 RUCKER AVE	EVERETT	SNOHOMISH	No
980	8742 & 200860	10822 ROOSEVELT WY NE	SEATTLE	KING	No
4466	8773	800 FRONT ST	ISSAQUAH	KING	No
5241	8781	2202 S 320TH ST	FEDERAL WAY	KING	No
5243	8779	31855 PACIFIC HWY SO	FEDERAL WAY	KING	No
5246	97535	5620 MARTIN LUTHER SO	SEATTLE	KING	No
5508	100008	1306 112TH ST SW	EVERETT	SNOHOMISH	No
5810	101055	2101 W 6TH ST	BREMERTON	KITSAP	Yes (NW2639)
6067	8795	8009 164TH AVE N E	REDMOND	KING	No
6194	8810	610 HIGHWAY 20 WEST	BURLINGTON	SKAGIT	No
6209	8808	950 N 85TH ST	SEATTLE	KING	No
11061	10162	5100 25TH AVE NE	SEATTLE	KING	No
11096	10182	7601 LAKE BALLINGER WAY	EDMONDS	SNOHOMISH	No