

California Regional Water Resources Control Board

Central Coast Region

Linda S. Adams
Secretary for
Environmental Protection

Internet Address: http://www.waterboards.ca.gov/centralcoast 895 Aerovista Place – Suite 101, San Luis Obispo, CA 93401-7906 Phone (805) 549-3147 • FAX (805) 543-0397 Arnold Schwarzenegge
Governor

May 3, 2010

Ms. Susan Whalen Greka Oil & Gas, Inc. PO Box 5489 Santa Maria, CA 93456

Dear Ms. Whalen:

SITE CLEANUP PROGRAM: SOUTH CAT CANYON AREA - APPROVAL OF APPLICATION FOR REUSE OF NON-HAZARDOUS CRUDE OIL IMPACTED SOIL

The Central Coast Regional Water Quality Control Board (Water Board) has reviewed (1) the application of Greka Oil & Gas, Inc. ("Greka") submitted on September 5, 2006, for the reuse of non-hazardous, crude oil impacted soil at the South Cat Canyon Area; and (2) the testing data for existing soil piles at the South Cat Canyon Area submitted on September 17, 2006, as supplemented on February 27, 2007.

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In accordance with Water Board Order No. R3-2005-005, the Water Board approves Greka's reuse application with the following conditions:

- The reuse material must be applied, maintained, and inspected in compliance with the waiver conditions described in Attachment A of Order No. R3-2005-005, including all annual reporting requirements.
- 2. This waiver enrollment is conditional and may be terminated by the Water Board for cause as described in Water Board Order No. R3-2005-005.

The reuse material may be used to maintain roads, construct and maintain containment berms, and/or construct and maintain approved waste pile management facilities. See the Western States Petroleum Association manual (attached) for recommended application of reuse material.

California Environmental Protection Agency

In accordance with Water Board Order No. R3-2005-005, the Water Board also approves Greka's reuse of the following existing soil piles identified in Greka's application:

ID		Est. Vol.		Soil Pile Reuse
No.	Soil Pile Name	(cy)	GPS Location	Status
	Blockman 16		34°49'49.33"N	
19	pile	500	120°19'29.84W	Approved
				Conditionally
				approved, subject
	Blockman 29		34°49'53.20"N	to confirmation
20	pile	500	120°19'25.67"W	retesting ¹
	Bell Ponds (2)		34°49'40.97"N	
21	piles	300	120°19'28.51"W	Approved
			34°48'41.73"N	
22	Bell 120 pile	10	120°18'56.56"W	Approved
	Dominion 35X-		34°50'28.61"N	
23	23 pile	200	120°19'24.51"W	Approved
	Dominion Tank		34°50'17.57"N	
24	Battery pile	200	120°19'27.51"W	Approved
	Dominion 38-23		35°50'12.96"N	
25	pile	200	120°19'29.90"W	Approved
	Bell 145 (147)		34°48'27.11"N	
26	pile	200	120°19'6.70"W	Approved
	Fullerton		34°48'51.21"N	In-place closure
27	Biopile	40,000	120°17'32.87"W	approved ²
	Fullerton Tank		34°48'53.01"N	
28	Battery pile	40	120°17'22.20"W	Approved
	Davis Tank		34°43'36.82"N	
36	Battery Pile	1,500	120°08'52.81"W	Approved
	Chamberlin KD		34°43'52.54"W	
37	TB Pile	300	120°09'11.68"W	Approved

The Water Board's approval of the reuse of the soil piles identified in the above table is subject to the following conditions:

1. This approval is limited to only those piles listed above as identified by location and volume.

This soil pile is conditionally approved for reuse, subject to confirmation retesting as set forth in the settlement agreement dated May 3, 2010.

This soil pile is approved for in-place closure.

2. The soil piles may be reused only in compliance with the waiver conditions described in Attachment A of Order No. R3-2005-005, including all annual reporting requirements.

No petroleum or other waste-impacted soil(s) may be added to the soil piles or transferred from one pile to another prior to their reuse; the addition of any new material to any soil pile voids the approval of that soil pile for reuse, and Greka must dispose of any such pile at an appropriately licensed disposal facility.

If you have any questions, please contact Richard Chandler at (805) 542-4627 (email: rchandler@waterboards.ca.gov) or Sheila Soderberg at (805) 549-3592.

Sincerely,

Roger W. Briggs Executive Officer

Attachement: Western States Petroleum Guidance

CC:

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