### IAW OFFICES OF

## Alston, Courtnage & Bassetti LLP

1000 SECOND AVENUE SUITE 3900 SEATTLE, WASHINGTON 98104-1045

Thaddas I. Alston Michael S. Courtnage Andrew B. Bassetti J. Parker Mason Ihomas W. Read Ihomas A. Barkewitz Kathleen S. Sims Telephone (206) 623-7600 Facsimile (206) 623-1752

March 22, 2005

3129/028

# BY CERTIFIED MAIL RETURN RECEIPT REQUESTED AND E-MAIL

Maura S. O'Brien
Toxics Clean Up Program
Department of Ecology
Northwest Regional Office
3190 160<sup>th</sup> Avenue SE
Bellevue, WA 98008-5452

Re: <u>Juanita Village Consent Decree</u>

Dear Ms. O'Brien:

Pursuant to the Prospective Purchaser Consent Decree entered under King County Superior Court cause no 00-2-16556-1SEA, and recorded under King County recording no 20010118000864, this letter is to notify you that Juanita Village 5, LLC, successor in interest to Juanita Village, LLC, is planning to convey Lot 5 at Juanita Village to AvalonBay Communities, Inc , pursuant to a Purchase and Sale Agreement between Juanita Village 5, LLC and AvalonBay Communities, Inc , dated as of January 18, 2005

Sincerely,

ALSTON, COURTNAGE & BASSETTI LLP

Thomas W. Read

TWR/vtk

cc: Ms. Lisa Collins Scott Brooks, Esq. (both by email)

Alston, Courtnage & Bassetti LLP 1000 second avenue – suite 3900 seattle, washington 98104-1045

P.M.

# BY CERTIFIED MAIL RETURN RECEIPT REQUESTED

DEPT. OF ECOLOGY

MAR 2:3 2005

RECEIVED

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Toxics Clean Up Program
Department of Ecology
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Bellevue, WA 98008-5452

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# RECEIVED KING COUNTY, WASHINGTON

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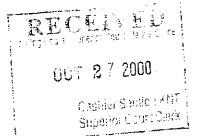
ORDER ENTERING CONSENT DECREE

ATTORNEY GENERAL OF WASHINGTON Ecology Division

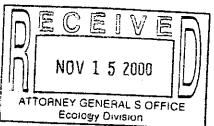
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| IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON<br>IN AND FOR THE COUNTY OF KING   | The second secon |
| STATE OF WASHINGTON, DEPARTMENT OF ECOLOGY, $00-2-16556-1SEA$   | Angeles ( manage ) as ampe ( )   |
| Plaintiff, ORDER ENTERING CONSENT DECREE  | es e la colombia de seco del 1 mandre liminas.   |
| JUANITA VILLAGE, LLC; SECO DEVELOPMENT, INC.; and BOARDWALK DEVELOPMENT, INC.,  | ***************************************  |
| Defendants.   |  |
| Having reviewed the Consent Decree signed by the parties to this matter, the Joint Motion for Entry of the Consent Decree, the Declaration of Maura S. O'Brien, and the file herein, it is hereby |  |
| ORDERED AND ADJUDGED that the Consent Decree in this matter is entered and that   |  |
| the Court shall retain jurisdiction over the Consent Decree to enforce its terms  |  |
| DATED this 7 day of November, 2000.   |  |
|   |  |
| STEPHEN M. GAOOS<br>JUDGE   |  |
| King County Superior Court  |  |
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|    | Presented by:   |
|----|---|
| 3  | Attorney General  |
|    | 1   |
| 4  |   |
| 5  | MAIA D./BELLON, WSBA #24777<br>MARY SUE WILSON, WSBA #19257<br>Assistant Attorney's General |
| 6  | Attorneys for Plaintiff   |
| 7  | State of Washington Department of Ecology   |
| 8  | Date: 104 24, 2000  |
| 9  |   |
| 10 | Approved for entry and notice of presentation waived:                                       |
| 11 | MARIEN BROWN INC.   |
| 12 |   |
| 13 | Jang Mi   |
| 14 | JAY J. MANNING, WSBA #13579<br>Attorney for Defendant                                       |
| 15 | Juanita Village, LLC  |
| 16 | Date: 10/19/00  |
| 17 |   |
| 8  |   |
| 9  | FACASESBELLONJUANITA VILLAGEJUANITA ORDER DOC   |
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# JAMES DOERTY



### IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON IN AND FOR THE COUNTY OF KING

STATE OF WASHINGTON, DEPARTMENT OF ECOLÓGY,

Plaintiff,

00-2-16556-1SEA **SUMMONS** 

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JUANITA VILLAGE, LLC; SECO DEVELOPMENT, INC.; and BOARDWALK DEVELOPMENT, INC.,

Defendants.

JUANITA VILLAGE, LLC; SECO DEVELOPMENT, INC.; and BOARDWALK TO: DEVELOPMENT, INC.

A lawsuit has been started against you in the above-entitled court by the State of Washington, Department of Ecology, plaintiff Plaintiff's claim is stated in the written Complaint, a copy of which is served upon you with this Summons.

The parties have agreed to resolve this matter by entry of a Consent Decree, a copy of which is also attached. Accordingly, this Summons shall not require the filing of an Answer. Further, all disputes arising under this cause shall be resolved under the terms of the Consent Decree.

DATED this 24th day of October

CHRISTINE O. GREGOIRE

Attorney General

MAIA D./BELLON, WSBA #24777

MARY SUE WILSON, WSBA #19257

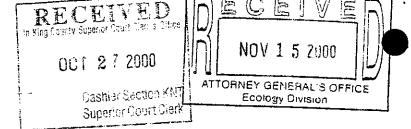
Assistant Attorneys General

Attorneys for Plaintiff

State of Washington, Department of Ecology

(360) 586-6770

SUMMONS



### IN THE SUPERIOR CO IN AND F

STATE OF WASHINGTON, DEPARTMENT OF ECOLOGY,

Plaintiff,

JUANITA VILLAGE, LLC; SECO DEVELOPMENT, INC.; and BOARDWALK DEVELOPMENT, INC.,

Defendants

PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY Olympia, WA 98504-0117 FAX (360) 438-7743



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|               | 00-2-16556-1SEA  |
|               | PROSPECTIVE PURCHASER  |
| ·             | CONSENT DECREE RE: JUANITA VILLAGE PROPERTY, KIRKLAND, WASHINGTON  |
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|               | i ATTORNEY GENERAL OF WASHINGTON Ecology Division - PO Box 40117   |

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DECREE RE: JUANITA VILLAGE PROPERTY



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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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| 2 .    |            | EXHIBITS                                 |
| 3      | Exhibit A: | Legal Description                        |
| 4      | Exhibit B: | Site Map and Diagram                     |
| 5      | Exhibit C: | Cleanup Action Plan                      |
| 6<br>7 | Exhibit D: | Schedule with Scope of Work              |
| 8      | Exhibit E: | Reports/Studies Describing Contamination |
| 9      | Exhibit F: | Restrictive Covenant                     |
| 10     | Exhibit G: | Public Participation Plan                |
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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

| 1  | The undersigned parties enter  | into this Prospective                        | Purchaser Consent Decree on the date   |
|----|--|--|--|
| 2  | specified below  | •  |  |
| 3  | MIANITA VIII AGE II C  |  |  |
| 4  | JUANITA VILLAGE, LLC By SECO DEVELOPMENT, INC.                       |  | BOARDWALK DEVELOPMENT, INC.  |
| 5  | Its Managing Member  |  | 1  |
| 6  | By: And first  |  | By: H. Kann  |
| 7  | ANDREW W. COLOUITT,<br>Executive Vice President                      |  | By: H. Kann<br>Its Executive V.P.  |
| 8  | 4/78/00  |  | 11/02/   |
| 9  | DATED 7/28/00  |  | DATED 9/28/00  |
| 10 | SECO DEVELOPMENT, INC.   |  |  |
| 11 | Show the   | ·  |  |
| 12 | ANDREW W. COLQUIPT,  |  | ye.  |
| 13 | Executive Vice President   |  |  |
| 14 | DATED 4/28/00  |  |  |
| 15 | GUDIGIDIE O GDEGOTO  |  |  |
| 16 | CHRISTINE O. GREGOIRE Attorney General                               |  | STATE OF WASHINGTON<br>DEPARTMENT OF ECOLOGY   |
| 17 | Masal Rollin   |  |  |
| 18 | MAIA D. BELLON, WSBA #24777  | 0128   | JAMES J. PENDOWSKI   |
| 19 | Assistant Attorneys General Attorneys for Plaintiff                  |  | Program Manager Toxics Cleanup Program   |
| 20 | State of Washington Department of Ecology                            | •  |  |
| 21 | DATED_10/20/00   |  | DATED 19/13/ad   |
| 22 | Maria dise 8/2   | <u>.                                    </u> |  |
| 23 | MARY SUE WILSON, WSBA #19257<br>Assistant Attorney General           |  |  |
| 24 | Attorneys for Plaintiff  |  |  |
| 25 | State of Washington<br>Department of Ecology                         |  |  |
| 26 | DATED 10-24-00   |  |  |
| il | PROSPECTIVE PURCHASER CONSENT<br>DECREE RE: JUANITA VILLAGE PROPERTY | 29   | ATTORNEY GENERAL OF WASHINGTON Ecology Division • PO Box 40117 Olympia, WA 98504-0117 FAX (360) 438-7743 |

# RECEIVED APR 28 2000 DEPT. OF ECOLOGY 3 4 IN THE SUPERIOR COURT OF THE STATE OF WASHINGTON IN AND FOR THE COUNTY OF KING 6 STATE OF WASHINGTON, NO. DEPARTMENT OF ECOLOGY, PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY, KIRKLAND, WASHINGTON Plaintiff, JUANITA VILLAGE, LLC; SECO DEVELOPMENT, INC; and BOARDWALK DEVELOPMENT, INC., 11 Defendants. 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26

PROSPECTIVE PURCHASER CONSENT

DECREE RE: JUANITA VILLAGE PROPERTY

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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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ATTORNEY GENERAL OF WASHINGTON Ecology Division • PO Box 40117 Olympia, WA 98504-0117 FAX (360) 438-7743

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PROSPECTIVE PURCHASER CONSENI DECREE RE: JUANITA VILLAGE PROPERTY

I. INTRODUCTION

This prospective purchaser consent decree ("Decree") is made and entered into by and between the Washington State Department of Ecology ("Ecology"), and Juanita Village, LLC, Boardwalk Development, Inc., and SECO Development, Inc. (referred to collectively as "Juanita Village").

- 1. WHEREAS, the purpose of this Decree is to resolve the potential liability of Juanita Village for known and suspected contamination at or near the Juanita Village Property in Kirkland, Washington (the "Site") arising from a release or threatened release of hazardous substances; to promote the public interest by expediting cleanup activities at the Site; and to facilitate the cleanup and redevelopment of contaminated commercial property in Kirkland, Washington. A legal description of the parcels that make up the Property is attached as Exhibit A. A Site map and diagram are attached as Exhibit B.
- 2. WHEREAS, Juanita Village has entered into a contract to acquire the Property with the current owner, Trans Pacific Corporation, Inc.
- WHEREAS, Juanita Village has proposed to clean up and redevelop the Property consistent with applicable City of Kirkland zoning provisions and comprehensive plan designations.
- WHEREAS, in the absence of this Decree, at the time it acquires the Property,

  Juanita Village would incur potential liability as an owner and/or operator under RCW

  70.105D.040(1)(a) of the Model Toxics Control Act ("MTCA") for performing remedial actions, or for paying remedial costs incurred by Ecology, resulting from past releases or threatened releases of hazardous substances at the Site, and Juanita Village has certified that it is not currently liable under MTCA for remedial action at the Site.

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- 5. WHEREAS, Juanita Village has performed extensive site characterization activities which Ecology has determined are the substantial equivalent of a MTCA Remedial Investigation and Feasibility Study pursuant to WAC 173-340-350 (RI/FS). The RI/FS documents soil and groundwater contamination at the Site that exceeds MTCA residential cleanup levels for certain contaminants.
- 6. WHEREAS, this Decree promotes the public interest by expediting cleanup activities at the Site.
- 7. WHEREAS, Juanita Village will perform the remediation specified in this Decree and the Cleanup Action Plan (CAP), attached as Exhibit C in exchange for a covenant not to sue and protection from contribution under MTCA.
- 8. WHEREAS, Juanita Village's plans for the redevelopment of the Property are not likely to aggravate or contribute to contamination at the Site, interfere with remedial actions that may be needed on the Site, or increase human health risks to persons at or in the vicinity of the Site.
- 9 WHEREAS, this Decree will provide a substantial public benefit by promoting redevelopment consistent with goals outlined by the Washington State Growth Management Act and yielding substantial resources for cleanup to prevent any further migration of contaminants to Juanita Creek, Lake Washington, Juanita Beach Park, and other areas in the vicinity of the Site.
- WHEREAS, Juanita Village's cleanup of soil and groundwater contamination will lead to a more expeditious cleanup of hazardous substances at the Site than would otherwise occur, and will promote protection of the public health and the environment.
- WHEREAS, Ecology has determined that this Decree is not based on circumstances unique to Juanita Village pursuant to RCW 70.105D.040(4)(e)(ii).

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- WHEREAS, the Complaint in this action is being filed simultaneously with this Decree. An answer has not been filed, and there has not been a trial on any issue of fact or law in this case. However, the parties wish to resolve the issues raised by Ecology's Complaint. In addition, the parties agree that settlement of these matters without litigation is reasonable and in the public interest and that entry of this Decree is the most appropriate means of resolving these matters.
- WHEREAS, the Court is fully advised of the reasons for entry of this Decree, and good cause having been shown:

### IT IS HEREBY ORDERED, ADJUDGED AND DECREED AS FOLLOWS:

### II. AUTHORITY, JURISDICTION AND VENUE

- 14 This Court has jurisdiction over the subject matter and over the parties pursuant to MTCA, RCW 70.105D. Venue is proper in King County pursuant to RCW 70.105D.050(5)(b).
- RCW 70.105D.040(4)(a) and RCW 70.105D.040(5) to agree to a settlement with any potentially liable person ("PLP") if, after public notice and hearing, Ecology finds the proposed settlement would lead to a more expeditious cleanup of hazardous substances in compliance with cleanup standards under RCW 70.105D.030(2)(e). RCW 70.105D.040(4) and RCW 70.105D.040(5) require that such a settlement be entered as a consent decree issued by a court of competent jurisdiction.
- Ecology has not made a determination that Juanita Village is a PLP for the Site and Juanita Village has certified that it is not currently liable under RCW 70.105D. Were Juanita Village to acquire an interest in the Property, however, it could become a PLP as an owner or operator under RCW 70.105D 040(1)(a). This Decree is entered prior to Juanita Village's acquisition of the Property to resolve its potential liability for known or suspected Site contamination described.

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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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in the RI/FS and the CAP and to facilitate a more expeditious cleanup at the Site than otherwise would occur. This Decree is entered pursuant to the authority set forth in RCW 70.105D.040(5).

- By entering into this Decree, Juanita Village agrees not to challenge Ecology's jurisdiction in any proceeding to enforce this Decree. Juanita Village consents to the issuance of this Decree and has agreed to perform cleanup and monitoring and pay oversight costs as specified in this Decree.
- All Exhibits attached to this Decree are integral and enforceable parts of this Decree.

### III. PARTIES BOUND

The undersigned representative of each party hereby certifies that he or she is fully authorized to enter into this Decree and to execute and legally bind such party to comply with this Decree. Juanita Village agrees to undertake all actions required by the terms and conditions of this Decree and not to contest state jurisdiction regarding this Decree. No change in ownership or corporate status shall alter the responsibility of Juanita Village under this Decree. Juanita Village shall provide a copy of this Decree to all agents, contractors and subcontractors retained to perform work required by this Decree. Juanita Village remains obligated by this Decree regardless of whether it carries out its terms through agents, contractors, and/or consultants.

### IV. DEFINITIONS

Unless otherwise expressly provided herein, terms used in this Decree that are defined in MTCA or in regulations promulgated under MTCA shall have the meaning assigned to them in MTCA or in such regulations. Whenever terms listed below are used in this Decree or in the attachments hereto, the following definitions shall apply:

"Decree" shall mean this Decree and all attachments hereto. In the event of conflict between this Decree and any exhibit, this Decree shall control.

PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

"Paragraph" shall mean a portion of this Decree identified by an Arabic numeral.

"Property" is legally described in Exhibit A hereto and incorporated by reference. The Property is an approximately 11-acre site located in the Juanita Business District of Kirkland just north of Lake Washington.

"Section" shall mean a portion of this Decree identified by a Roman numeral and including one or more Paragraphs.

"Site" shall mean the area on the Property where hazardous substances have been deposited, stored, disposed of, placed or otherwise come to be located as a result of releases that occurred on and upgradient of the Property "Site" also means the area where perchloroethene (PCE) has come to be located down-gradient of the Property. The location of hazardous substances is described in the RI report. The Site boundaries are beyond the Property boundaries both upgradient and down-gradient, and are not precisely defined at this time, but are approximately depicted on Exhibit B. The Site is a "facility" as defined in MTCA per RCW 70.105D.020(4)

"Successors in Interest and Assigns" shall mean any person who acquires an interest in the Site through purchase, lease, transfer, assignment, or otherwise, and who, but for the acquisition of such interest, would have no liability with respect to the site. The rights and obligations under MTCA of Successors in Interest or Assigns with respect to this Decree are set forth in RCW 70.105D.040(4)(e) and (f).

### V. STATEMENT OF FACTS

The Property is located in the Juanita Business District in Kirkland, Washington, and consists of approximately 11 acres. The Property is bordered by 97<sup>th</sup> Avenue N.E. to the west, 98<sup>th</sup> Avenue N.E. to the east, N.E. 120<sup>th</sup> Place to the northwest, and Juanita Drive to the south. The Property includes (1) a former dry cleaning operation that was operated by a series of companies and individuals since the early 1960s, (2) an auto repair business, (3) two former gas

stations, and (4) other retail businesses and parking areas, and (5) currently undeveloped land (approximately six acres). A legal description of the Property is attached as Exhibit A. The Site consists of the Property and those portions of Juanita Beach Park southwest of the property across 97<sup>th</sup> Avenue NE where groundwater contaminated with PCE has migrated. A Site map and diagram is attached as Exhibit B.

- The Property has been used for commercial purposes since the 1960's and is zoned Juanita Business District 1 (JBD1) by the City of Kirkland. The City of Kirkland has conducted land use planning under RCW 36 70A. Juanita Village intends to redevelop the Property for residential and commercial uses consistent with the applicable City of Kirkland zoning provisions and comprehensive plan designations.
- petroleum hydrocarbons (TPH) in soils. The PCE is estimated at concentrations above the MTCA Method A cleanup level in ground water underlying the Property, up-gradient beyond the Property boundary northeast (former Juanita Cleaners and Laundry), and down-gradient southwest of the Property boundary (King County Juanita Beach Park parking area) as shown in Figure 4 of the CAP. The plume of PCE contaminated ground water is migrating in a southwesterly direction towards Lake Washington and potentially towards Juanita Creek. If not addressed, the PCE plume may pose a potential risk to aquatic habitat that hosts several salmon species, including, but not limited to, Puget Sound Chinook and Lake Washington Sockeye and Coho. The TPH is found in soils in and adjacent to the former Chevron gas station at the southeast area of the Property, and may also be found in a second area where the current auto repair clinic and the former Texaco gas station were located along the central east area of the Property as shown in Figure 3-1 of the RI/FS. These appear to be localized occurrences resulting from spillage or leakage. The petroleum underground storage tanks have been removed except one waste oil tank and one heating oil tank at the former Texaco station.

PROSPECTIVE PURCHASER CONSENI DECREE RE: JUANITA VILLAGE PROPERTY

### DESCRIPTION OF PLANNED PROJECT

- Juanita Village proposes to acquire the Property, contingent upon receipt of permits necessary for redevelopment.
- Juanita Village proposes to remediate the Site as described in this Decree and facilitate the redevelopment of the Property for residential and commercial uses, consistent with the City of Kirkland's zoning and comprehensive plan designations for the Property Juanita Village will complete the remediation in accordance with the Work to be Performed and Schedule (Section VII of this Decree), and with the attached CAP (Exhibit C) and the Schedule with Scope of Work (Exhibit D) pursuant to MTCA.
- Juanita Village will remediate the Property to the Cleanup Levels specified in the CAP for PCE and TPH in the soils and ground water underlying the Property Juanita Village will also remediate the Site to the Cleanup Levels specified in the CAP for PCE in ground water, off-site and down-gradient southwest at 97th Avenue NE along the City right-of-way, if needed, off-site and down-gradient southwest at Juanita Drive NE along the City right-of-way; and if needed, off-Property and upgradient at the 98th Avenue NE City right-of-way and/or the northeastern portion of the Property.
- Juanita Village may transfer its interest in all or portions of the Property through sale, lease or otherwise. In addition, other persons may in the future exercise control over all or portions of the Property. As long as these future owners or operators meet the criteria in RCW 70.105D.040(4)(e), they will be entitled to the stay of enforcement conferred in RCW 70.105D.040(4)(e) and (f).
- Juanita Village shall be prohibited from using the Si use or contribute to the existing release, interfering with remedial actio ne. Site, or increasing health risks to persons or risks to the environme Site. Ecology and Juanita Village acknowledge that certain develo

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simultaneously with performance of the remedial action required under this Decree, and agree that these development activities will not be allowed to interfere with the remedial action. Juanita Village also agrees to include in all documents transferring ownership in any portion of the Property language prohibiting any successor or assignee from using the Property in a manner likely to cause or contribute to the existing or threatened release, interfering with remedial actions that may be needed at the Property, or increasing health risks to persons or risks to the environment at or in the vicinity of the Property due to an existing or threatened release of hazardous substances

### WORK TO BE PERFORMED AND SCHEDULE

- This Decree contains a plan designed to protect public health, welfare, and the environment from the known, suspected, or threatened release of hazardous substances or contaminants at, on, or from the Site. The requirements of such plan are described in detail in this section of the Decree and in the Cleanup Action Plan (Exhibit C), the Schedule with Scope of Work (Exhibit D), and in the schedule set forth in this section.
- Upon the effective date of this Decree, Juanita Village will implement the CAP attached at Exhibit C according to the estimated Schedule with Scope of Work described in Exhibit D Exhibit C summarizes the remedial investigations and feasible cleanup alternatives, and describes the selected remedial actions. The selected cleanup action tasks are:
  - Excavation and off-site treatment of petroleum contaminated soils using thermal desorption and/or recycling where practical for soils in the southeastern portion of the Property, former Chevron s the central eastern area, Juanita Auto Clinic, (former T station);
  - On-property, Soil Vapor Extraction (SVE) for in-situ t contaminated soils in the central western area, around dry cleaner and down gradient. Off-Property, treatmen NE right-of-way resulting from a former off-site, up-g

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- In-situ Density Driven Convection (DDC) well treatment of PCE-contaminated ground water around the former on-site dry cleaner location and down gradient along 97<sup>th</sup> Avenue NE right-of-way. If necessary, south and down-gradient along Juanita Drive NE right-of-way; and if necessary, at the Juanita Village Property northeast area and/or along 98<sup>th</sup> Ave NE right-of-way;
- If soils with concentrations of PCE above the MTCA Cleanup Level are discovered on the Juanita Village Property, then Juanita Village will either excavate the soils with off-site disposal at a RCRA permitted landfill, or contain them on-site under a restrictive covenant with prior approval from Ecology using Ecology's Area of Contamination and Contained-In policies. If soils are below the MTCA Cleanup Level then reuse of soils as subsurface fill is acceptable and would not require a Restrictive Covenant

A full description of the cleanup tasks is found in section 3 of the CAP attached as Exhibit C

Compliance monitoring will be implemented to confirm Site cleanup is complete and the cleanup levels have been achieved following the MTCA.

The tasks may be implemented in a phased and sequential manner and consistent with the proposed redevelopment as long as the Site contamination is cleaned up in a timely manner and according to the Schedule with Scope of Work in Exhibit D.

Juanita Village agrees not to perform any remedial actions for the release of hazardous substances covered by this Decree, other than those required by this Decree, unless the parties agree to amend the Decree to cover those actions. All work conducted under this Decree shall be done in accordance with Chapter 173-340 WAC, unless otherwise provided herein

### VIII. ECOLOGY COSTS

Juanita Village agrees to pay all costs incurred by Ecology pursuant to this

Decree. The costs required to be paid under this Decree shall include work performed by

Ecology or its contractors for, or on, the Site under Ch. 70.105D RCW both before and after the issuance of this Decree for investigations, remedial actions, and Decree preparation, negotiations,

PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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oversight and administration, but shall not include any costs Juanita Village has already paid pursuant to the prepayment agreement dated February 2, 2000. Ecology costs shall include costs of direct activities and support costs of direct activities as defined in WAC 173-340-550(2), and shall include direct staff costs, an agency support cost multiplier, and a program support cost multiplier for all oversight costs. Juanita Village has also agreed to reimburse Ecology for the overtime costs associated with any necessary expediting of the public notice process

Juanita Village agrees to pay Ecology's costs within ninety (90) days of receiving from Ecology an itemized statement of costs that includes a summary of costs incurred, an identification of involved staff, and the amount spent by involved staff members on the project. Ecology shall, upon request, provide Juanita Village a general statement of work performed Ecology shall prepare itemized statements of its oversight costs quarterly. Failure to pay Ecology's costs within ninety (90) days of receipt of the itemized statement will result in interest charges at the rate of twelve percent (12%) per annum.

### DESIGNATED PROJECT COORDINATORS

The project coordinator for Ecology is:

Maura S. O'Brien Toxics Cleanup Program Department of Ecology Northwest Regional Office 3190 - 160<sup>th</sup> Avenue SE Bellevue, WA 98008-5452 (425) 649-7249 È-mail: mobr461@ecy.wa.gov

The project coordinator for Juanita Village is:

John Kane Environmental Partners, Inc. 10940 NE 33<sup>rd</sup> Place, Suite 110 Bellevue, WA 98004 (425) 889-4747 È-mail: johnk@epi-wa.com

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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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- Each project coordinator shall be responsible for overseeing the implementation of this Decree. The Ecology project coordinator will be Ecology's designated representative at the Site. To the maximum extent possible, communications between Ecology and Juanita Village and all documents, including reports, approvals, and other correspondence concerning the activities performed pursuant to the terms and conditions of this Decree, shall be directed through the project coordinators. Ecology shall also provide a copy of all documents sent to Juanita Village's project coordinator to: Andrew Colquitt, Juanita Village L.L.C., 10843 N.E. 8<sup>th</sup> Street, Suite 200, Bellevue, WA 98004. The project coordinators may designate, in writing, working-level staff contacts for all or portions of the implementation of the Work to be Performed and attached Cleanup Action Plan. The project coordinators may agree to minor modifications to the work to be performed without formal amendments to this Decree.
- 34. Any party may change its respective project coordinator. Written notification shall be given to the other parties at least ten (10) calendar days prior to the change.

### X. PERFORMANCE

All work performed pursuant to this Decree shall be under the direction and supervision, as necessary, of a professional engineer or hydrogeologist, or equivalent, with experience and expertise in hazardous waste site investigation and cleanup. Any construction work undertaken as part of the remediation of the Site must be under the supervision of a professional engineer. Juanita Village shall notify Ecology in writing as to the identity of such engineer(s) or hydrogeologist(s), or others and of any contractors and subcontractors to be used in carrying out the terms of this Decree, in advance of their involvement at the Site.

### XI. CERTIFICATION OF JUANITA VILLAGE

Juanita Village represents and certifies that, to the best of its knowledge and belief, it has fully and accurately disclosed to Ecology the information currently in its possession

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or control that relates to the environmental conditions at and in the vicinity of the Site, or to Juanita Village's right and title thereto.

Juanita Village represents and certifies that it did not cause or contribute to a release or threatened release of hazardous substances at the Site and is not otherwise potentially liable under RCW 70.105D.040(1), except by becoming an owner of the Property.

### XII. TRANSFER OF INTEREST IN PROPERTY

- Prior to any voluntary or involuntary conveyance or relinquishment of title, easement, leasehold, or other interest in any portion of the Property, Juanita Village shall provide for continued compliance with all of the conditions of this Decree. Prior to transfer of any legal or equitable interest in all or any portion of the Property during the effective period of this Decree, Juanita Village shall serve (a) a copy of this Decree and its Exhibits upon any prospective purchaser, and (b) a copy of this Decree and a concise summary of its exhibits upon any lessee (but only if the lease is for space totaling 3,000 square feet or more, or for a term exceeding three (3) years), transferee, assignee, or other successor in interest of the Property. Prior to transfer to any of these parties, Juanita Village shall notify Ecology of said contemplated transfer.
- Juanita Village shall include in all documents transferring owner portion of the Property language prohibiting any future use of the Property that to the existing release or threatened release, interfere with remedial actions at ti health risks to persons or risks to the environment at or in the vicinity of the Si existing or threatened release of hazardous substances.

### XIII. AMENDMENT TO CONSENT DECREE

This Decree may only be amended by a written stipulation amon this Decree that is thereafter entered and approved by order of the Court. Such

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| the p | oarties' wr | itten stipulation or the Court so orders.  |
|       | 41          | Amendments may cover any subject or be for any purpose agreed to by the parties  |
| to th | is Decree   | If Ecology determines that the subject of an amendment requires public input,  |
| Ecol  | logy shall  | provide thirty (30) days public notice prior to seeking entry of the amendment to  |
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|       |             | XIV. DISPUTE RESOLUTION  |
|       | 42.         | In the event a dispute arises as to an approval, disapproval, proposed   |
| mod   | lification, | or other decision or action by Ecology's project coordinator, the parties shall use  |
| the o | dispute res | solution procedure set forth below.  |
|       |             | a. Upon receipt of the Ecology project coordinator's decision, Juanita Village has fourteen (14) days to notify Ecology's project coordinator of any objection to the decision.  |
|       |             | b. The parties' project coordinators shall then confer in an effort to resolve the dispute. If the project coordinators cannot resolve the dispute within fourteen (14) days, Ecology's project coordinator shall issue a written decision.  |
|       |             | c Juanita Village may then request Ecology management review of the decision. This request shall be submitted in writing to the Toxics Cleanup Program Manager within seven (7) days of receipt of Ecology's project coordinator's written decision.   |
|       |             | d Ecology's Toxics Cleanup Program Manager shall conduct a review of the dispute and shall issue a written decision regarding the dispute within thirty (30) days of Juanita Village's request for review. The Toxics Cleanup Program Manager's decision shall be Ecology's final decision on the disputed matter. |
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|       | 43.         | If Ecology's final written decision is unacceptable to Juanita Village, Juanita  |
| Vil   | lage shall  | have the right to submit the dispute to the Court for resolution. The parties agree  |
| that  | t one judg  | e should retain jurisdiction over this case and shall as necessary, resolve any dispute  |
| aris  | sing under  | this Decree. In the event Juanita Village presents an issue to the Court for review,   |
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the Court shall review investigative and remedial actions or decisions of Ecology under an arbitrary and capricious standard of review.

- The parties agree to use the dispute resolution process in good faith and agree to expedite, to the extent possible, the dispute resolution process whenever it is used. When either party uses the dispute resolution in bad faith or for purposes of delay, the other party may seek sanctions.
- The implementation of these dispute resolution procedures shall not provide a basis for delay of any activities required in this Decree, unless Ecology agrees in writing to a schedule extension or the Court so orders.

### XV. CONTRIBUTION PROTECTION

- With regard to claims for contribution against Juanita Village for Matters Addressed in this Decree, Ecology agrees that Juanita Village is entitled to protection from contribution actions or claims as is provided by MTCA, RCW 70.105D.040, CERCLA § 107 or 113, or any other federal or state claim seeking, under other theories, substantially similar relief, to the extent allowed by MTCA, RCW 70 105D 040 and CERCLA § 113(f)(2). The contribution protection conferred in this section shall not be frustrated by the use of non-CERCLA or non-MTCA theories to seek relief in the nature of contribution or indemnification.
- For the purpose of this section, "Matters Addressed" shall include all investigative and remedial actions undertaken at the Site (including those taken on or off the Property) pursuant to this Consent Decree. "Matters Addressed" also includes all investigative actions that were undertaken at the Site as described in Exhibit E (including those taken on or off the Property) to characterize the present contamination at the Site or to enable the selection of a cleanup action, and all oversight costs paid to Ecology

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### XVI. COVENANT NOT TO SUE UNDER MTCA; REOPENERS

- In consideration of compliance by Juanita Village, or any future parties to this Decree, with the terms and conditions of this Decree, Ecology agrees that compliance with this Decree shall stand in lieu of any and all administrative, legal, and equitable remedies and enforcement actions available to Ecology against Juanita Village for the release or threatened release of known or suspected hazardous substances at the Site, provided such remedies and actions pertain to hazardous substances previously detected at the Site as described in Exhibit E
- Reopeners: In the following circumstances the State of Washington may exercise its full legal authority to address releases of hazardous substances at the Site notwithstanding the Covenant Not to Sue set forth above:
  - 1. In the event Juanita Village fails to comply with the terms and conditions of this Decree, including all attachments, and, after written notice of noncompliance, fails to come into compliance within sixty (60) days of receipt of notice of noncompliance.
  - 2. In the event factors not known at the time of entry of this Decree are discovered and present a previously unknown threat to human health or the environment. In such event, Ecology shall give written notice to Juanita Village Juanita Village will have sixty (60) days from receipt of notice to propose a cure to the condition giving rise to the threat. If such cure is acceptable to Ecology, Juanita Village and Ecology will negotiate an appropriate timetable for implementation.
  - 3. In the event the remedial action conducted at the Site fails to meet the requirements set forth in Section VII of this Decree and the attached Cleanup Action Plan
  - 4 In the event the Property is used for any activities that would contribute to the existing release or threatened release, interfere with remedial actions that may be needed at the Site, or increase health risks to persons at or in the vicinity of the Site, but only if such increased health risks are caused by an existing or threatened release of hazardous substances.

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| Ecology Division PO Box 40117 |
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| 1 2 | 5. Ecology reserves the right to take any enforcement action whatsoever, including a cost recovery action, against potentially liable persons not party to this Decree, except as otherwise provided by law. |
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| 3   | B Applicability. The Covenant Not To Sue set forth above shall have no   |
| 4   | applicability whatsoever to:   |
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| 6   | 1. Criminal liability;   |
| 7   | <ol> <li>Any Ecology action, including cost recovery, against PLPs not party to this<br/>Decree, except as otherwise provided by law; or</li> </ol>  |
| 8   | 3. Liability for damages to natural resources.   |
| 9   | XVII. JUANITA VILLAGE RESERVATION OF RIGHTS  |
| 10  | Juanita Village reserves all rights and defenses which it may have and which are   |
| 11  | not otherwise addressed in the Decree  |
| 12  | Except as provided herein for Juanita Village, this Decree does not grant any  |
| 13  | rights or affect any liabilities of any person, firm or corporation or subdivision or division of  |
| 14  | state, federal, or local government.   |
| 15  | XVIII. DISCLAIMER  |
| 16  | This Decree does not constitute a representation by Ecology that the Site is fit for   |
| 17  | any particular purpose   |
| 18  | XIX. RETENTION OF RECORDS  |
| 19  | Juanita Village shall retain all records, reports, documents, and underlying data in   |
| 20  | its possession relevant to the implementation of this Decree during the pendency of this Decree  |
| 21  | and for a period of ten years following the termination of this Decree pursuant to   |
| 22  | paragraph XXIX, and shall insert in contracts with remediation project subcontractors and  |
| 23  | contractors a similar records retention requirement. Upon request of Ecology, Juanita Village  |
| 24  | shall make all non-archived records available to Ecology and allow Ecology access for record   |
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PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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review. All archived records shall be made available to Ecology within a reasonable period of time.

### XX. SITE ACCESS

- Juanita Village grants to Ecology, its employees, agents, contractors, and authorized representatives, the right to enter upon the Property for purposes of allowing Ecology to monitor or enforce compliance with this Decree or to institute other necessary cleanup actions. Except in an emergency, Ecology shall provide advance notice to Juanita Village of any planned entry (preferably 72 hours notice) as well as schedules and locations of activity on the Property. Furthermore, except in an emergency, Ecology may enter the Property at any reasonable time. but preferably only during normal business hours. Ecology or any Ecology authorized representatives shall have the authority to enter and freely move about all Property for the purposes of, interalia: inspecting records, operation logs, and contracts related to the work being performed pursuant to this Decree; reviewing Juanita Village's progress in carrying out the terms of this Decree; conducting such tests or collecting such samples as Ecology may deem necessary; using a camera, sound recording, or other documentary type equipment to record work done pursuant to this Decree; and verifying the data submitted to Ecology by Juanita Village. All parties with access to the Site pursuant to this paragraph shall comply with approved health and safety plans.
- Notwithstanding any provision of this Decree, Ecology retains all of its access authorities and access rights, including enforcement authorities related thereto, under MICA and any other applicable state statute or regulation. Nothing in this Decree shall limit any right of access Ecology may have concerning releases of hazardous substances not addressed by this Decree. The right of entry granted in this Section is in addition to any right Ecology may have to enter onto the Site pursuant to specific statutory or regulatory authority. Ecology's entry onto the Site for purposes of monitoring or enforcing compliance with this Decree or implementing

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further remediation at the Site may interfere with Juanita Village's full use of the Property

Consistent with Ecology's responsibilities under state and federal law, Ecology, and any persons
acting for it, shall use best efforts to minimize any interference with the operations of Juanita

Village by any such entry Ecology further agrees to accommodate reasonable requests that it
modify its scheduled entry or activities at the Property

### XXI. OTHER APPLICABLE LAWS

- All actions carried out by Juanita Village pursuant to this Decree shall be done in accordance with all applicable federal, state, and local requirements, including applicable permitting requirements. Pursuant to RCW 70.105D.090(1), the known and applicable substantive requirements of Chapters 70.94, 70.95, 70.105, 75.20, 90.48, and 90.58 RCW, and any laws requiring or authorizing local government permits or approvals for remedial action, have been included in the CAP and are incorporated by reference here as binding and enforceable requirements in this Decree.
- Juanita Village has a continuing obligation to determine whether additional permits or approvals addressed in RCW 70.105D.090(1) would otherwise be required for the remedial action under this Decree. In the event either Juanita Village or Ecology determines that additional permits or approvals addressed in RCW 70.105D.090(1) would otherwise be required for the remedial action under this Decree, it shall promptly notify the other party of this determination. Ecology shall determine whether Ecology or Juanita Village shall be responsible to contact the appropriate state and/or local agencies. If Ecology so requires, Juanita Village shall promptly consult with the appropriate state and/or local agencies and provide Ecology with written documentation from those agencies of the substantive requirements those agencies believe are applicable to the remedial action. Ecology shall make the final determination on the additional substantive requirements that must be met by Juanita Village and on how Juanita Village must meet those requirements. Ecology shall inform Juanita Village in writing of these

PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

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| PO Box 40117<br>8504-0117  | riting of these           |
|  | PO Box 40117<br>8504-0117 |

requirements. Once established by Ecology, the additional requirements shall be enforceable requirements of this Decree. Juanita Village shall not begin or continue the remedial action potentially subject to the additional requirements until Ecology makes its final determination.

- 57 Ecology shall ensure that notice and opportunity for comment is provided to the public and appropriate agencies prior to establishing the substantive requirements under this section.
- Pursuant to RCW 70.105D.090(2), in the event that Ecology determines that the exemption from complying with the procedural requirements of the laws referenced in RCW 70.105D.090(1) would result in the loss of approval from a federal agency necessary for the state to administer any federal law, such exemption shall not apply and Juanita Village shall comply with both the procedural and substantive requirements of the laws referenced in RCW 70.105D.090(1), including any requirements to obtain permits.

### XXII. SAMPLING, DATA REPORTING, AND AVAILABILITY

- With respect to the implementation of this Decree, Juanita Village shall make the results of all sampling, laboratory reports, and/or test results generated by it, or on its behalf available to Ecology and shall submit these results in written format, such as a letter report with laboratory and QA/QC sheets attached, and, where possible, in electronic format, such as e-mail with attachments, within thirty (30) days of receipt in accordance with Section XXIII of this Decree.
- 60 If requested by Ecology, Juanita Village shall allow split or duplicate samples to be taken by Ecology and/or Ecology's authorized representatives of any samples collected by Juanita Village pursuant to the implementation of this Decree Juanita Village shall notify Ecology at least seven (7) working days in advance of any sample collection or new remediation work at the Site Ecology shall, upon request, allow split or duplicate samples to be taken by Juanita Village, or their authorized representatives, of any samples collected by Ecology pursuant

PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY

to the implementation of this Decree, provided it does not interfere with the Department's sampling Without limiting Ecology's rights under Section XX, Ecology shall endeavor to notify Juanita Village at least five (5) working days prior to any sampling collection activity.

### XXIII. PROGRESS REPORTS

- Juanita Village shall submit to Ecology written monthly progress reports that describe the actions taken during the previous month to implement the requirements of this Decree The progress report shall include the following:
  - A list of on-Site activities that have taken place during the month;
  - Detailed description of any deviations from required tasks not otherwise documented in project plans or amendment requests;
  - Description of all deviations from the schedule during the current month and any planned deviations in the upcoming month;
  - For any deviations in schedule, a plan for attempting to recover lost time and to maintain compliance with the schedule;
  - All data (including laboratory analyses) which, after the QA/QC program has been performed, has been received by Juanita Village during the past month and an identification of the source of the samples; and
  - A list of deliverables for the upcoming month if different from the schedule.
- All progress reports shall be submitted by the tenth day of the month in which they are due after the effective date of this Decree Unless otherwise specified, progress reports and any other documents submitted pursuant to this Decree shall be sent by first-class mail, or by electronic mail to Ecology's project coordinator. Juanita Village may request th reports be submitted less frequently after the groundwater treatment system beg

PROSPECTIVE PURCHASER CONSENT DECREE RE: JUANITA VILLAGE PROPERTY ATTORNEY GENER Ecology Division FAX (36

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An extension of schedule shall be granted only when a request for an extension is submitted in a timely fashion, generally at least thirty (30) days prior to expiration of the deadline for which the extension is requested, and when good cause exists for granting the extension. In addition, an extension of schedule shall be granted if Ecology's entry onto the Site under Section XX (Site Access) interferes with Juanita Village's performance of work required under this Decree. A request for extension may be deemed timely if submitted fewer than thirty (30) days prior to the deadline if Juanita Village could not reasonably have anticipated the need for an extension earlier. All extensions shall be requested in writing. The request shall specify the reason(s) the extension is needed.

- An extension shall only be granted for such period of time as Ecology determines is reasonable under the circumstances. A requested extension shall not be effective until approved by Ecology or the Court. Ecology shall act upon any written request for extension within a timely fashion and preferably within fifteen (15) days of receipt of the request. It shall not be necessary to formally amend this Decree pursuant to Section XIII when a schedule extension is granted.
- The burden shall be on Juanita Village to demonstrate to the satisfaction of Ecology that the request for such extension has been submitted in a timely fashion and that good cause exists for granting the extension. Good cause includes, but is not limited to, the following: (1) circumstances beyond the reasonable control and despite the due diligence of Juanita Village, including delays caused by unrelated third parties or Ecology, such as (but not limited to) delays by Ecology in reviewing, approving, or modifying documents submitted by Juanita Village; or (2) Acts of God, including fire, flood, blizzard, extreme temperatures, storm, or other unavoidable casualty; or (3) endangerment as described in Section XXV.

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- However, neither increased costs of performance of the terms of the Decree nor changed economic circumstances shall be considered circumstances beyond the reasonable control of Juanita Village.
- Ecology may extend the schedule for a period not to exceed ninety (90) days, except where an extension is needed as a result of:
  - Delays in the issuance of a necessary permit that was applied for in a timely manner; or
  - Other circumstances deemed exceptional or extraordinary by Ecology; or
  - Endangerment as described in Section XXV
- Ecology shall immediately notify Juanita Village in writing of its decision to grant or deny the requested extension.

### XXV. ENDANGERMENT

- In the event Ecology determines that activities implementing or in compliance with this Decree, or any other circumstances or activities, are creating or have the potential to create a danger to the health or welfare of the people on the Site or in the surrounding area or to the environment, Ecology may order Juanita Village to stop further implementation of this Decree only in the specific area of endangerment and only for such period of time as needed to abate the danger or may petition the Court for an order as appropriate. During any stoppage of work under this Section, the obligations of Juanita Village with respect to the work under this Decree that is ordered to be stopped shall be suspended and the time periods for performance of that work, as well as the time period for any other work dependent upon the work that is stopped, shall be extended, pursuant to Section XXIV of this Decree, for such period of time as Ecology determines is reasonable under the circumstances.
- In the event Juanita Village determines that activitie ance of this Decree or any other circumstances or activities are creating an ople

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| ITORNEY GENERAL OF WASHIN<br>Ecology Division - PO Box 4011<br>Olympia, WA 98504-0117<br>FAX (360) 438-7743 |

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on the Site or in the surrounding area or to the environment, Juanita Village may stop implementation of this Decree for such period of time necessary for Ecology and, if necessary, the Court to evaluate the situation and determine whether Juanita Village should proceed with implementation of the Decree or whether the work stoppage should be continued until the danger is abated Juanita Village shall notify Ecology's project coordinator as soon as possible, but no later than twenty-four (24) hours after such stoppage of work, and thereafter provide Ecology with documentation of the basis for the work stoppage. If Ecology disagrees with Juanita Village's determination, it may direct Juanita Village to resume implementation of this Decree If Ecology concurs with the work stoppage, Juanita Village's obligations shall be suspended and the time period for performance of that work, as well as the time period for any other work dependent upon the work that was stopped, shall be extended, pursuant to Section XXIV of this Decree, for such period of time as Ecology determines is reasonable under the circumstances

### XXVI. IMPLEMENTATION OF REMEDIAL ACTION

If Ecology determines that Juanita Village has failed without good cause to implement the remedial action described herein and in the CAP, Ecology may, after notice to Juanita Village, perform any or all portions of the remedial action that remain incomplete. If Ecology performs all or portions of the remedial action because of Juanita Village's failure to comply with the obligations under this Decree, Juanita Village shall reimburse Ecology for the costs of doing such work in accordance with Section VIII, provided that Juanita Village shall not be obligated under this Section to reimburse Ecology for costs incurred for work not specifically required under this Decree.

### XXVII. CONTINGENT REQUIREMENTS

If any hazardous substances are left in the soil at the Property in concentrations that exceed the cleanup levels specified in Exhibit C, then Juanita Village shall do the following:

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|          | •   |   |  |   |
|----------|---|---|--|---|
| 1        | <b>a</b>  | Juanita Village shall follo<br>Exhibit C to this Decree   | ow the provisions                          | in Section 3.3 of the CAP,  |
| 2        |   |   |  |   |
| 3        | b.  | as Exhibit F with the Kin                                 | g County Auditor                           | Covenant attached to this Decree r's Office within thirty (30) days                   |
| 4        |   | provide Ecology with pro                                  | of of such record                          | under this Decree, and shall<br>ling within thirty (30) days of                       |
| 5        |   | such recording. The Rest                                  | trictive Covenant<br>zardous substanc      | will apply only to that portion of es are left in concentrations                      |
| 7        |   |   |  | rary in paragraph 38 of this  |
| 8        | C.  | Decree, Juanita Village s                                 | hall serve a copy                          | of this Decree and its exhibits on roperty to which the Restrictive                   |
| 9        |   | Covenant described in su                                  | bparagraph b. ap                           | plies.  |
| 0        |   | XXVIII. PUBLI   | IC PARTICIPA                               | TION  |
| 1        | 73. E   | cology shall maintain the resp                            | ponsibility for pu                         | blic participation at the Site as   |
| 2        | described in Exhibit G. However, Juanita Village shall cooperate with Ecology with respect to |   |  |   |
| 3        | the following pu  | blic participation activities:                            |  |   |
| 4        | A   | Prepare drafts of public no                               | tices and fact she                         | ets at important stages of the  |
| 5        |   | remedial action, such as the reports. Ecology will final  | e submission of v<br>ize (including ed     | work plans and engineering design iting if necessary) and distribute                  |
| 6  <br>7 |   | such fact sheets and prepar<br>presentations and meetings |  | oublic notices of Ecology's   |
| 8        | В   | Each party shall notify the                               | other party's proj                         | ect coordinator or designee prior   |
| 9        | <br>  | to the preparation of all pro-                            | ess releases and f<br>ossible, at least or | act sheets, related to the remedial<br>ne week before major meetings                  |
| .0       |   | with the interested public a                              | and local governr                          | ments regarding the remediation of anita Village prior to the issuance                |
| 1        |   | of all press releases and fa                              | ct sheets related t                        | to remedial action at the Site, and   |
| 2        |   |   |  | ublic and local governments;  |
| 23       | C   | Participate in public presents Site Participation may be  | ntations on the pre-<br>through attendar   | ogress of the remedial action at the<br>nce at public meetings to assist in           |
| 24       |   | answering questions, or as                                | a presenter;                               | -   |
| 25       |   |   |  |   |
| 26       |   |   |  |   |
|          | PROSPECTIVE PUF<br>DECREE RE: JUAN  | RCHASER CONSENT<br>ITA VILLAGE PROPERTY                   | 24   | ATTORNEY GENERAL OF WASHINGTON Ecology Division • PO Box 40117 Olympia, WA 98504-0117 |

| ditor's Office within thirty (30) days red under this Decree, and shall cording within thirty (30) days of nant will apply only to that portion of tances are left in concentrations   |   |
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| contrary in paragraph 38 of this oppy of this Decree and its exhibits on the Property to which the Restrictive applies.  |   |
| PATION   |   |
| public participation at the Site as  |   |
| operate with Ecology with respect to   |   |
| sheets at important stages of the of work plans and engineering design g editing if necessary) and distribute at public notices of Ecology's project coordinator or designee prior and fact sheets, related to the remedial st one week before major meetings ernments regarding the remediation of a Juanita Village prior to the issuance ted to remedial action at the Site, and ed public and local governments; |   |
| ne progress of the remedial action at the indance at public meetings to assist in  |   |
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D. In cooperation with Ecology, arrange and/or continue information repositories to be located at the following locations:

Kirkland Public Library 308 Kirkland Avenue Kirkland, WA 98033 Phone: (425) 822-2459

Department of Ecology Northwest Regional Office Central Files 3190 - 160<sup>th</sup> Avenue SE Bellevue, WA 98008-5452 Phone: (425) 649-7190

At a minimum, copies of all public notices, fact sheets, and press releases, all quality assured monitoring data, remedial action plans, supplemental remedial planning documents, and all other similar documents relating to performance of the remedial action required by this Decree shall be promptly placed in these repositories

# XXIX. DURATION OF DECREE AND RETENTION OF JURISDICTION; CERTIFICATIONS BY ECOLOGY

This Decree shall remain in effect and this Court shall retain jurisdiction over both the subject matter of this Decree and the parties for the duration of the performance of the terms and provisions of this Decree for the purpose of enabling any of the parties to apply to the Court, consistent with the dispute resolution process set forth in Section XIV, and the amendment process set forth in Section XIII, for such further order, direction, and relief as may be necessary or appropriate to ensure that obligations of the parties have been satisfied. The Decree shall remain in effect until Juanita Village has received written notification from Ecology that the requirements of this Decree have been satisfactorily completed. Ecology shall provide such written notification or notice of any deficiencies in the completion of the requirements of this Decree within sixty (60) days of receiving notice from Juanita Village that the requirements of

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the Decree have been satisfied. Within sixty (60) days of Juanita Village's written notice that any noted deficiencies have been corrected, Ecology shall provide written notification that the requirements of the Decree have been satisfied or notice of any deficiencies that still remain. The provisions set forth in Section XV (Contribution Protection), Section XVI (Covenant Not to Sue Under MTCA; Reopeners), Section XXXI (Indemnification), and other such continuing rights of Juanita Village, or Ecology under this Decree shall survive the termination of the Decree pursuant to this paragraph. This Decree shall in no way limit the authority of Ecology to obtain all legal or equitable remedies available against persons not party to this Decree and against all persons, parties or non-parties, for releases of hazardous substances at the Site not addressed by this Decree.

25 Certifications by Ecology The Juanita Village Property will be redeveloped in phases. Juanita Village may from time to time provide notice and demonstrate to Ecology that it has attained soil and groundwater cleanup levels in certain parts of the Property. In order to facilitate the timely redevelopment of the Property, Ecology shall, within sixty (60) days of receiving such notice and satisfactory demonstration, certify in writing that cleanup levels have been met in the portions of the Property specifically requested. In addition to these certifications, Ecology shall, within sixty (60) days of receiving notice from Juanita Village that it has satisfactorily completed work, certify in writing that Juanita Village has completed all cleanup activities that are required pursuant to the CAP, with the exception of any required institutional controls and monitoring as described in the Cleanup Action Plan.

# XXX. PUBLIC NOTICE AND WITHDRAWAL OF CONSENT

This Decree has been the subject of public notice and comment under RCW 70.105D.040(4)(a) As a result of this process, Ecology has found that this Decree will lead to a more expeditious cleanup of hazardous substances at the Site, in compliance with applicable cleanup standards, and is in the public interest.

77 If the Court withdraws its consent, this Decree shall be null and void at the option of any party and the accompanying complaint shall be dismissed without costs and without prejudice. In such an event, no party shall be bound by the requirements of this Decree. This paragraph shall not create a basis for withdrawal of consent or termination of this Decree other than those created by the terms of this Decree or that exist by operation of law or equity.

### XXXI. INDEMNIFICATION

Juanita Village agrees to indemnify and save and hold the State of Washington, its employees, and agents harmless from any and all claims or causes of action for death or injuries to persons or for loss or damage arising from or on account of acts or omissions of Juanita Village its officers, employees, agents, or contractors in entering into and implementing this Decree. However, Juanita Village shall not indemnify the State of Washington nor save nor hold its employees and agents harmless from any claims or causes of action arising out of the negligent acts or omissions of the State of Washington, or employees or agents of the State, in implementing the activities pursuant to this Decree.

# XXXII. CLAIMS AGAINST THE STATE

Juanita Village hereby agrees that it will not seek to recover any costs accrued in implementing the remedial action required by this decree from the State of Washington or any of its agencies and further that Juanita Village will make no claim against the state toxics control account or any local toxics control account for any costs incurred in implementing this decree Except as provided above, however, Juanita Village expressly reserves its right to seek to recover any costs incurred in implementing this decree from any other PLP

### XXXIII. EFFECTIVE DATE

| 80              | This Decree is | s effective only | after the date on which title to the Property vests in |
|-----------------|----------------|------------------|--|
| Juanita Village | and the date   | on which the De  | ecree is entered by the Court                          |
| So orde         | ered this      | day of           | , 2000   |

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PROSPECTIVE PURCHASER CONSENI DECREE RE: JUANITA VILLAGE PROPERTY

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| 1  | The undersigned parties enter in   | nto this Prospective Purchaser Consent Decree on the date |  |
|----|--|---|--|
| 2  | specified below.   |   |  |
| 3  | _  | BOARDWALK DEVELOPMENT,                                    |  |
| 4  | JUANITA VILLAGE, LLC By SECO DEVELOPMENT, INC. Its Managing Member   | INC.  |  |
| 5  | The state of the s | A Kan   |  |
| 6  | By: ANDREW W. COLQUITT,  | By: A. Kamm  Its ExENTIVE V.P.                            |  |
| 7  | Executive Vice President   | Its <u>Crew///re /-/.</u>                                 |  |
| 8  | DATED 4/28/00  | DATED 4/25/00   |  |
| 9  |  | / (   |  |
| 10 | SECO DEVELOPMENT, INC.   |   |  |
| 11 | By July & H  |   |  |
| 12 | ANDREW W. COLQUITT, Executive Vice President   |   |  |
| 13 | , ,  |   |  |
| 14 | DATED_4/28/00  |   |  |
| 15 | CHRISTINE O. GREGOIRE  | STATE OF WASHINGTON                                       |  |
| 16 | Attorney General   | DEPARTMENT OF ECOLOGY                                     |  |
| 17 |  |   |  |
| 18 | MAIA D. BELLON, WSBA #24777<br>Assistant Attorneys General   | JAMES J. PENDOWSKI<br>Program Manager                     |  |
| 19 | Attorneys for Plaintiff State of Washington  | Toxics Cleanup Program                                    |  |
| 20 | Department of Ecology  |   |  |
| 21 | DATED  | DATED   |  |
| 22 |  |   |  |
| 23 |  |   |  |
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PROSPECTIVE PURCHASER CONSENI DECREE RE: JUANITA VILLAGE PROPERTY

| 29 | ATTORNEY GENERAL OF WASHINGTON<br>Ecology Division • PO Box 40117<br>Olympia, WA 98504-0117<br>FAX (360) 438-7743 |
|----|---|

# EXHIBIT A

JUANITA VILLAGE, LLC

KIRKLAND, WASHINGTON

LEGAL DESCRIPTION

