CCT 20 1993 1 ATTORNEY GENERAL'S OFFICE 2 KIM M. EATON, YAKUMA COUNTY OLFO 3 5 SUPERIOR COURT, STATE OF WASHINGTON COUNTY OF YAKIMA 6 CMX, INC., a Washington 7 Corporation, DE MINIMIS CONSENT DECREE 8 Plaintiff, No. 92-2-02060-1 9 v. 10 STATE OF WASHINGTON, DEPARTMENT OF ECOLOGY, 11 Defendant. 12 13 TABLE OF CONTENTS 14 <u>Paqe</u> 15 INTRODUCTION... 2 I. JURISDICTION AND VENUE..... 3 PARTIES BOUND..... 16 II. III. DEFINITIONS..... 17 IV. STATEMENT OF FACTS..... ٧. WORK TO BE PERFORMED..... 6 18 VI. ACCESS.... RETENTION OF RECORDS,..... VII. 7 19 VIII. TRANSFER OF INTEREST IN PROPERTY..... 8 RESOLUTION OF DISPUTES..... IX. 20 Χ. AMENDMENT OF CONSENT DECREE..... 9 XI. OTHER ACTIONS..... 10 XII. 21 CONTRIBUTION PROTECTION..... 11 COVENANT NOT TO SUE..... XIII. 11 22 XIV. CLAIM AGAINST THE STATE..... 13 XV. RESERVATION OF RIGHTS.... 13 23 XVT. EFFECTIVE DATE.... 14 DURATION OF DECREE AND RETENTION OF JURISDICTION. XVII. 14 24 XVIII. PUBLIC NOTICE AND WITHDRAWAL OF CONSENT..... 14 Exhibit A: 25 Legal Description of Site Exhibit B: Legal Description of CMX Property 26 Exhibit C: CMX Property--Synopsis of PCE Contamination

5

4

6

8

9

10

11

12

13

14

16

17

18

19

20

21

22

23

25

In entering into this De Minimis Consent Decree (Decree), the mutual objective of the Washington State Department of Ecology (Ecology), CMX, Inc. (CMX) and its agents, employees, officers, and directors acting on behalf of CMX, and Flat Top 8 Associates (Flat Top 8) is to resolve the liability of CMX and Flat Top 8 relating to the release of a hazardous substance, known as Perchloroethylene (PCE), from property owned by Flat Top 8 and operated by CMX, which is located within the Yakima Railroad area in Yakima, Washington. The legal description of the Yakima Railroad area is attached hereto as Exhibit A and incorporated herein (the Site). The legal description of the property owned by Flat Top 8 and operated by CMX is attached hereto as Exhibit B and incorporated herein (th To accomplish these objectives and to resolve CMX Property). the matter constructively and without litigation, CMX, Flat Top 8 (hereinafter CMX and Flat Top 8 will be referred to collectively as "CMX") and Ecology consent to the actions required by this Decree.

B. A Complaint and Answer in this action have been filed. 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 the 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.

- C. In signing this Decree, CMX and Ecology agree to its entry and agree to be bound by its terms.
- D. By entering into this Decree, the parties do not intend to discharge nonsettling parties from any liability they may have with respect to investigation and remedial activities at the Site. Except as set forth herein, CMX and Ecology retain the right to seek reimbursement in whole or in part from any responsible entities for sums expended on investigation and remedial activities at the Site, and to seek any other costs that are legally recoverable.
- E. By entering into this Decree, CMX is not admitting any liability or facts alleged herein.

I. JURISDICTION AND VENUE

- A. This Court has jurisdiction over the subject matter and over the parties pursuant to the Model Toxics Control Act (MTCA), which was passed by initiative (Initiative 97) and which took effect on March 1, 1989. The MTCA has been codified as ch. 70.105D RCW. Venue is properly laid in Yakima County pursuant to RCW 70.105D.050(5)(b).
- B. Authority is conferred upon the Washington State
 Attorney General by RCW 70.105D.040(4)(a) to agree to a
 settlement with any potentially liable person 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)(d).

- C. Ecology has given notice to CMX as provided in RCW 70.105D.020(8), of Ecology's determination that CMX is a potentially liable person for the Site and that there has been a release of hazardous substances at the Site.
- D. Ecology has determined that past activities at the CMX Property may have given rise to a release of hazardous substances. CMX maintains that no such release has occurred at the CMX Property.
- E. By entering into this Decree, CMX agrees not to challenge the jurisdiction of Ecology in any proceeding to enforce this Decree. CMX has agreed to undertake the actions specified in this Decree and consents to the issuance of this Decree, pursuant to ch. 70.105D RCW.

II. PARTIES BOUND

This Decree shall apply to and be binding upon the signatories to this Decree (parties), their successors and assigns. 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 the Decree. No change in the ownership or corporate status of CMX shall alter the responsibility of CMX under this Decree.

III. <u>DEFINITIONS</u>

Unless otherwise specified, the definitions set forth in the Model Toxics Control Act, ch. 70.105D RCW, and ch. 173-303 WAC shall control the meaning of the terms used in this Consent Decree.

IV. STATEMENT OF FACTS

The CMX Property--Synopsis of PCE Contamination, attached to this Consent Decree as Exhibit C and incorporated herein (Synopsis), contains a statement of facts describing CMX, the CMX Property, and the results of testing for PCE contamination at the CMX Property. Based on the facts outlined in the Synopsis, Ecology has determined that the release or potential release of hazardous substances at the CMX Property has been resolved, and that a settlement with Plaintiff is appropriate. CMX has undertaken measures necessary to insure the protection of public health, welfare and the environment, by participating in a bottled water program pursuant to Department of Ecology Enforcement Order No. DE 92TC-C108, and by conducting an independent investigation and cleanup. Although Ecology determined that CMX is a potentially liable person for purposes of implementing remedial actions at the Site, particularly the bottled water program, CMX has disputed this determination. Both parties seek to resolve this dispute through settlement rather than litigation.

25

24

1

2

3

4

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

V. WORK TO BE PERFORMED

1,4

- 1. CMX, Inc. certifies that, pursuant to Ecology
 Enforcement Order No. DE 92TC-C108, it has contributed \$6,322.17
 from July 1, 1992, through March 1993, for the supply of bottled
 water to residents within the Yakima Railroad area site.
- 2. Within sixty (60) days of the entry of this Decree,
 CMX will fill in and seal the sump with concrete or similar
 material. CMX will notify Ecology in writing of compliance with
 this provision.
- 3. CMX agrees that it will not seek reimbursement from the State of Washington, State or local toxics accounts, or other potentially liable parties (PLPs), who have or will be named, for any costs incurred prior to the entry of this Decree and pursuant or related to Enforcement Order DE 92TC-C108 or are expended to satisfy the terms of this Decree.
- 4. CMX, Inc. will provide access to the CMX Property in accordance with Section VI of this Consent Decree, and otherwise will comply with all other provisions of this Consent Decree.
- 5. Within ten (10) days of the entry of this Consent
 Decree by the Court, CMX, Inc. will dismiss with prejudice, each
 party bearing its own costs, the case of CMX, Inc. v. State of
 Washington, Department of Ecology, Cause No. 92-2-02060-1, which
 has been filed in the Superior Court of the State of Washington
 for the County of Yakima.

VI. ACCESS

CMX will grant Ecology or any Ecology authorized representative reasonable access to the CMX Property for purposes of inspections, conducting such tests or collecting samples as Ecology may deem necessary as part of its RI/FS or remedial action at the Yakima Railroad Area Site. In the event that Ecology wishes to conduct sampling, Ecology will, except in emergency situations, provide CMX with five (5) days' notice prior to entering the CMX Property. Upon request, Ecology will split any samples taken at the CMX Property. All parties with access to the CMX Property pursuant to this paragraph shall comply with reasonable health and safety requirements.

The foregoing paragraph notwithstanding, Ecology shall not have access to privileged material and to the extent permitted by law, Ecology will maintain the confidentiality of proprietary information made available to Ecology.

VII. RETENTION OF RECORDS

CMX shall preserve for ten (10) years from the date of this Decree, all records, reports, documents, and underlying data in its possession relevant to the implementation of this Decree.

Upon request of Ecology, CMX shall make all non-privileged, non-archived records available to Ecology and allow access for review. All non-privileged, archived records shall be made available to Ecology within a reasonable period of time.

13.

VIII. TRANSFER OF INTEREST IN PROPERTY

Prior to transfer of any legal or equitable interest in all or any portion of the CMX Property, CMX shall serve a copy of this Decree and the attached Exhibits upon any purchaser, lessee, transferee, assignee, or other successor in interest of the property; and, at least thirty (30) days prior to any transfer, CMX shall notify Ecology of said transfer.

IX. RESOLUTION OF DISPUTES

If CMX objects to any Ecology disapproval, proposed modification, or decision made pursuant to this Decree, it shall notify Ecology in writing of its objections within fourteen (14) calendar days of receipt of such notice. Thereafter, the parties shall confer in an effort to resolve the dispute. If agreement cannot be reached on the dispute within fourteen (14) calendar days after receipt by Ecology of such objections, Ecology shall promptly provide a written statement of its decision to CMX.

If Ecology's final written decision is unacceptable to CMX, CMX has the right to submit the dispute within twenty (20) days to the Court for resolution. The parties agree that one judge should retain jurisdiction over this case and shall, as necessary, resolve any dispute arising under this Decree. In the event CMX presents an issue to the Court for review, the Court shall review the action or decision of Ecology on the basis of whether such action or decision was arbitrary and capricious and render a decision based on such standard of

review Ecology and CMX agree to only utilize the dispute resolution process in good faith and agree to expedite, to the extent possible, the dispute resolution process whenever it is used. Where either party utilizes the dispute resolution in bad faith or for purposes of delay, the other party may seek sanctions. 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.

X. AMENDMENT OF CONSENT DECREE

This Decree may only be amended by a written stipulation between the parties, entered by the Court, or by court order. Such amendment shall become effective upon entry by the Court. Agreement to amend shall not be unreasonably withheld by any party to the Decree. CMX shall submit any request for an amendment to Ecology for approval. Ecology shall indicate its approval or disapproval within a reasonable time after the request for amendment is received. Reasons for the disapproval shall be stated in writing. If Ecology does not agree to any proposed amendment, the disagreement may be addressed through the dispute resolution procedures described in Section IX of this Decree. No quidance, suggestions, or comments by Ecology will be construed as relieving CMX of its obligation to obtain formal approval as may be required by this Decree. No verbal communication by Ecology shall relieve CMX of the obligations specified herein. Ecology shall notify CMX of any Ecology

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

requested amendment and, within fifteen (15) working days of receipt of such a request, CMX shall, in writing, indicate its agreement or disagreement and, if it disagrees, the rationale. If CMX does not agree with any Ecology proposed amendment, the disagreement may be addressed through the dispute resolution procedures described in Section IX of this Decree.

XI. OTHER ACTIONS

Ecology reserves its rights to institute remedial action(s) at the Site and/or the CMX Property, and subsequently pursue cost recovery, and to issue orders and/or penalties pursuant to available statutory authority, under the following circumstances:

- 1. Where CMX fails to adhere to any requirement of this Decree:
- 2. In the event or upon the discovery of a release or threatened release at the CMX Property not addressed by this Decree;
- 3. Upon Ecology's determination that action beyond the terms of this Decree is necessary to abate an emergency situation at the CMX Property which threatens the public health or welfare or the environment; or
- 4. Upon the occurrence or discovery of facts or conditions at the CMX Property beyond the scope of this Decree as to which Ecology would be empowered to perform any remedial action or to issue an order and/or penalty, or to take any other enforcement action under applicable laws.

1.3

CMX reserves its rights to all defenses and procedures as authorized by ch. 70.105D RCW, should Ecology take other actions described herein.

XII. CONTRIBUTION PROTECTION

With regard to claims for contribution against CMX (and Flat Top 8 Associates) for matters addressed in this Consent Decree, the parties hereto agree that CMX (and Flat Top 8 Associates) are entitled to such protection from contribution as provided by law. For the purposes of this section, matters addressed shall mean the investigation and remediation of the Yakima Railroad area and the CMX Property with respect to the release or threatened release of PCE in soil or groundwater at the CMX Property, in the volume and toxicity described in Exhibit C.

XIII. COVENANT NOT TO SUE

In consideration of CMX's compliance 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 the State against CMX for the release or threatened release of a hazardous substance, known as PCE, in the amount and toxicity described in Exhibit C, including any enforcement rights Ecology may have regarding Enforcement Order DE 92TC-C108.

Consistent with this Covenant Not to Sue, CMX is released from further liability under Enforcement Order DE 92TC-C108.

This Covenant Not to Sue is strictly limited in its application to the CMX Property specifically defined in Exhibit B, and to the volume and toxicity of PCE described in Exhibit C. This covenant is not applicable to any other hazardous substance or area, and the State retains all of its authority relative to any other substances and areas.

- A. <u>Reopeners</u>: In the following circumstances the State of Washington may exercise its full legal authority to address releases of hazardous substances at the CMX Property, notwithstanding the Covenant Not to Sue set forth above:
 - In the event CMX fails to comply with the terms and conditions of this Consent Decree, including all exhibits, and, after written notice of noncompliance, fails to come into compliance;
 - 2. In the event information becomes available regarding factors previously unknown to Ecology, including the nature or quantity of hazardous substances at the CMX Property, and Ecology determines, in light of this information, that remedial action is necessary to address a release of hazardous substances at the CMX Property to protect human health or the environment.
- B. <u>Applicability</u>: The Covenant Not to Sue set forth above shall have no applicability whatsoever to:
 - 1. Criminal liability;
 - 2. Liability for damages to natural resources;

- 3. Any Ecology action against potentially liable parties not a party to this Decree; and
- 4. "Other Actions" described in Section XI of this Decree.
- C. This Covenant Not to Sue applies to Flat Top 8
 Associates to the same extent as it applies to CMX, Inc.

XIV. CLAIM AGAINST THE STATE

CMX hereby agrees that it will not seek to recover any costs accrued in implementing this Decree or Enforcement Order DE 92TC-C108 from the State of Washington or any of its agencies and, further, that CMX will make no claim against the state toxics control account or any local toxics control account for any costs incurred in implementing this Decree or Enforcement Order DE 92TC-C108.

XV. RESERVATION OF RIGHTS

By agreeing to the entry of this Decree, CMX and Ecology agree to abide by its terms. While the parties believe that the recitals contained in this Decree are accurate, the execution and performance of the Decree is not, however, an admission by CMX or Ecology of any fact or liability for any purpose other than as a foundation for the entry of this Decree. CMX's performance under the Decree is undertaken without waiver of or prejudice to any claims or defenses whatsoever that may be asserted in the event of further administrative proceedings or litigation not associated with, or related to, this Decree. Nor is the execution or the performance of the Decree an agreement

by CMX to take any action at the CMX Property or the Site other than that described in this document.

XVI. EFFECTIVE DATE

The effective date of this Consent Decree shall be the date upon which this Consent Decree is entered by the Court.

XVII. DURATION OF DECREE AND RETENTION OF JURISDICTION

This Decree shall remain in effect and this Court shall retain jurisdiction over both the subject matter of this Consent Decree and the parties for the duration of the performance of the terms and provisions of this Consent Decree for the purpose of enabling any of the parties to apply to the Court at any time for such further order, direction, and relief as may be necessary or appropriate to ensure that obligations of the parties have been satisfied.

PUBLIC NOTICE AND WITHDRAWAL OF CONSENT XVIII.

This Decree has been the subject of public notice and comment under RCW 70.105D.040(4)(a). If the Court withholds or withdraws its consent, this Decree shall be null and void at the option of any party. In such an event, no party shall be bound by the requirements of this Decree.

21

24

25

1	The undersigned parties e	enter into this De Minimis Consent
2	Decree on the dates specified	below.
3		
4	DEPARTMENT OF ECOLOGY	CMX, INC.
5	By Carol Z. Flinker	By May an hales
6	Carol L. Fleskes Toxics Cleanup Program Manager	Røger A van Valey President of CMX Corp.
7	Date: October 4, 1993	Date: -67 3 1993
8		The second secon
9	ATTORNEY GENERAL'S OFFICE	FLAT TOP 8 ASSOCIATES, a Washington General Partnership
10	\mathcal{O}	110
11	By E Christina Beusch	Roger Van Valey
12	WSBA #18226 Assistant Attorney General	Authorized General Partner
13	Date: 10/4/93	Date: SECT 8 1993
14		Date: 56/ 8, 1993
14		Date: <u>SECT 8, 1993</u>
14 15 16	Date: 10/4/93	Date: <u>SEpt 8, 1993</u>
14 15 16 17	Date: 10/4/93	Date: 56/ 8, 1993
14 15 16	Date: 10/4/93	Date: 567 8, 1993
14 15 16 17	Date: 10/4/93	Date: 56/ 8, 1993
14 15 16 17 18	Date: 10/4/93	Date: 56/ 8, 1993
14 15 16 17 18 19	Date: 10/4/93	Date: 567 8, 1993
14 15 16 17 18 19 20 21	Date: 10/4/93	Date: 56/ 8, 1993
14 15 16 17 18 19 20 21	Date: 10/4/93	Date: 567 8 1993

EXHIBIT A

Site Description of Yakima Railroad Area

That area bound northerly by Lincoln Avenue; easterly by the irregular trace of 4th Street to Pacific Ave., 10th Street to Nob Hill Boulevard, Rudkin Road to Valley Mall Boulevard, a line running due south from the southern end of Rudkin Road to the point it intersects a line running due east from the eastern end of Ahtanum Road; southerly by Ahtanum Road and the line extending due east from the eastern end of Ahtanum Road; and westerly by the irregular trace of 3rd Avenue to West Washington Avenue, 8th Avenue to Summitview Avenue, then Pierce Street to Lincoln Avenue, the northern boundary.

This area is shown on the map that constitutes Appendix 1 to Enforcement Order No. DE-92TC-C108.

EXHIBIT B

Legal Description of CMX Property

The legal description for the CMX property is as follows:

Tract 10, Carlson-Broadway Tracts, as recorded in Volume "K" of Plats, page 18, records of Yakima County, Washington, EXCEPT the North 3 feet thereof.

TOGETHER with all water rights thereunto belonging; SUBJECT to easements, exceptions, reservations, restrictions, and rights of way appearing of record and existing over and across said premises.

EXHIBIT C

In January 1990, Ecology and Environment, Inc. prepared a screening site inspection report of CMX Corporation, Yakima, Washington, on behalf of the United States Environmental Protection Agency. (Hereinafter referred to as the EPA Report.) According to the report, the EPA Site Inspection process is intended to evaluate the actual and potential environmental or public health hazards at a particular site, relative to other sites across the nation, for the purposes of identifying remedial action priorities. The screening site inspection represents the initial phase of the site inspection process.

Section 2.1 of the EPA Report states that the CMX Corporation, Yakima Division, is located at 206 West Mead Avenue in Yakima, Washington. The CMX property has been leased by CMX, Inc. from the Flat Top 8 Associates since December 1984. Prior to 1984, the property was used as a plumbing shop for an unknown period of time. It is also believed that the property may have been used as a former automotive service station.

The Yakima CMX facility supplies photochemical solutions to local hospitals and clinics for X-ray units. CMX Yakima prepares solutions of X-ray developer and fixer, and distributes these solutions. The Yakima facility also

distributes prepackaged, ready-to-use photochemicals and X-ray film, and services X-ray units. In a letter dated March 26, 1993, Roger A. Van Valey, president of the CMX Corporation, has stated that solvents, which are the usual source of PCE, are not used in CMX's operations.

In preparation of its report, EPA conducted soil and groundwater sampling on the CMX property. EPA also sampled sediment that was found in a sump located within the CMX building. PCE was detected in the sump in only one sample at 240 ug/kg. EPA recommended that further research was necessary to determine if the CMX site is or was a contributor to area-wide PCE groundwater contamination.

Ecology notified CMX on September 5, 1991, of its potential liability under the Model Toxics Control Act (MTCA), based on an Ecology determination that there had been a release of PCE at CMX's property. On October 24, 1991, Ecology issued a "Determination of Potentially Liable Status" to CMX. Ecology issued an Enforcement Order effective February 11, 1992, directing CMX and other PLPs to finance an interim remedial action. The interim action consists of providing bottled water to designated households in the Yakima Railroad area where wells are potentially affected by PCE contamination.

On June 6, 1992, Ecology received a Report of Independent Action and Petition for Reimbursement of Costs from CMX. The

independent action report documented efforts by CMX to sample and subsequently clean the sump in question. Two hand-augured borings were completed adjacent to the sump. Soil samples were conducted in each of these borings. Results indicated that PCE was not present above the detection limit of 20 ppb. Additionally, the sediment removed from the sump was sampled by consultants for CMX, and no PCE was detected.

On November 12, 1993, Ecology completed construction of a flush mount monitoring well at the CMX facility. This monitoring well is located in the parking area south of the building, in which is located the sump. Sampling was conducted at the CMX facility. Two soil samples and one groundwater sample were taken. No PCE was detected. The results of this sampling are reported in "Investigation Of PLPs--Soil And Groundwater Contamination--Yakima Railroad Area--February 1993."

on or about March 25, 1993, Ecology representatives visited the CMX property in Yakima and inspected the sump. The cover of the sump was removed. The inside was dry and clean of sediment. The bottom of the sump and a portion of the sides of the sump are formed of concrete. A pipe, which did not appear to have been in use for many years, transected the upper portion of the sump. Randy Cluff, Yakima area manager, and Roger A. Van Valey, CMX Corporation President, have sworn and represented that the sump in question has not

been used by CMX for any purpose and that the room in which the sump is located is used for dry storage. (Sworn statement of Randy Cluff, April 1993; Letter of Roger A. Van Valey, dated March 26, 1993.)

The documents and reports referred to herein are available in the files of the Central Regional Office of the Washington State Department of Ecology, and are available for public review.

154\cmx-c.exh

