

ENVIRONMENTAL PROTECTION

SITE REMEDIATION PROGRAM AND OFFICE OF NATURAL RESOURCE

RESTORATION

Notice to Receive Interested Party Comments on Proposed Judicial Consent Order in the Matter of *New Jersey Department of Environmental Protection, et al. v. Atlantic Richfield Co., et al.*, No. 08-CIV-00312

Take notice that the New Jersey Department of Environmental Protection (Department) hereby gives notice of a proposed Judicial Consent Order concerning a settlement with The Premcor Refining Group Inc., Valero Energy Corporation, Valero Marketing and Supply Company, Valero Refining Company-New Jersey, Valero Refining and Marketing Company, Ultramar Energy Inc., and Ultramar Ltd. as well as certain related entities (collectively Valero), which can be contacted via their attorneys: M. Coy Connelly, Esq. of Bracewell & Giuliani LLP, 711 Louisiana Street, Suite 2300, Pennzoil Place – South Tower, Houston, Texas 77002-2770.

The Department instituted this lawsuit in June 2007 against nearly 50 companies alleging that they were responsible for contamination of waters of the State of New Jersey with the gasoline additive methyl tertiary butyl ether (MTBE). The defendants include MTBE manufacturers and refiners and major-brand marketers of gasoline containing MTBE. The defendants also include companies within the chain of distribution of gasoline containing MTBE in the State of New Jersey. The Department alleges that it has identified over 5,000 sites where MTBE has been detected in the waters of the State. The State seeks monetary damages as well as cleanup of the MTBE in the waters of the State.

Under the proposed Judicial Consent Order, Valero has agreed to settle alleged liability for damages, past cleanup and removal costs, and injunctive relief by paying \$17,500,000 to the Department. In addition, the Department would release and covenant not to sue Valero for causes of action based upon Valero's liability to the Department under the common law or theories of products liability with respect to MTBE discharges that threaten or affect the waters of New Jersey, or based solely upon Valero's liability (to the extent such liability exists) under any applicable Federal or State statute, regulation or order, premised upon Valero's manufacture, sale and/or branding, prior to the effective date of the JCO, of gasoline with MTBE in New Jersey. This settlement only concerns MTBE contamination and does not address contamination by any other hazardous substances, pollutants, or contaminants. Valero's remediation obligations, if any, are not affected by this settlement.

This Judicial Consent Order would constitute a judicially-approved settlement under the New Jersey Spill Act, N.J.S.A. 58:10-23.11f(b), and the Comprehensive Environmental Response, Compensation, and Liability Act, 42 U.S.C. § 9613(f)(2), for the purpose of providing protection from contribution actions or claims for matters addressed in this Judicial Consent Order.

A copy of the proposed Judicial Consent Order is available for inspection via the Internet at <http://www.nj.gov/dep/srp/legal/> and at the Department's Office of Record Access office at 401 East State Street, Trenton, New Jersey. Requests to inspect a paper copy of the proposed Judicial Consent Order should be directed to records.custodian@dep.state.nj.us.

Written comments on the entry of this Judicial Consent Order may be submitted electronically to MTBESettlement@dep.state.nj.us, referencing "MTBE Valero Settlement" in

the subject line of the e-mail. Electronically submitted comments must be provided as portable document format (PDF) files. Alternatively, comments may be submitted in hard copy to:

Office of Record Access
NJDEP
Attn: MTBE Valero Settlement Comments
P.O. Box 420, Mail Code 401-06Q
Trenton, NJ 08625-0420

All comments must be submitted within 30 calendar days of the date of this public notice. The Department will consider all comments received and may decide to withdraw or withhold consent to the entry of the Judicial Consent Order if comments received disclose facts or considerations that show that the Judicial Consent Order is inappropriate, improper or inadequate.

Date

Catherine Tormey
Deputy Advisor to the Commissioner