CASTANO QUIGLEY LLC 1120 Bloomfield Avenue West Caldwell, N.J. 07007 (973) 808-1234 Attorneys for the Third Party Defendant Town of Harrison

NEW JERSEY DEPARTMENT OF ENVIRONMENTAL PROTECTION, THE COMMISSIONER OF NEW JERSEY DEPARTMENT OF ENVIRONMENTAL PROTECTION AND THE ADMINISTRATOR OF THE NEW JERSEY SPILL COMPENSATION FUND,

Plaintiffs,

٧.

OCCIDENTAL CHEMICAL CORPORATION, TIERRA SOLUTIONS, INC., MAXUS ENERGY CORPORATION, REPSOL YPF, S.A., YPF, S.A., YPF HOLDINGS, INC., AND CLH HOLDINGS,

Defendants.

MAXUS ENERGY CORPORATION and TIERRA SOLUTIONS, INC.,

Third-Party Plaintiffs,

BAYONNE MUNICIPAL UTILITIES AUTHORITY, et al.,

Third-Party Defendants

SUPERIOR COURT OF NEW JERSEY LAW DIVISION - HUDSON COUNTY

DOCKET NO. ESX-L-9868-05 (PASR)

Civil Action

TOWN OF HARRISON'S ANSWER TO THIRD-PARTY COMPLAINT "A" AFFIRMATIVE DEFENSES AND DEMAND FOR JURY TRIAL

Third-Party Defendant, Town of Harrison, with its principal place of business at Town Hall, 318 Harrison Avenue, Harrison, New Jersey, by way of Answer to Third-Party Complaint

"A" brought by Defendants Maxus Energy Corporation and Tierra Solutions, Inc. ("Third-Party Plaintiffs), hereby says:

Other than to admit that the Town of Harrison is a public body and a municipality in the State of New Jersey, with its principal place of business at 318 Harrison Avenue, Harrison, New Jersey and is a customer of the Passaic Valley Sewage Commission, all other allegations against the Town of Harrison are denied. The Town of Harrison is without sufficient knowledge or information to form a belief as to the truth of the allegations contained in the paragraphs of Third Party Complaint "A" and leaves Third Party Plaintiffs to their proofs at the time of trial.

WHEREFORE, the Town of Harrison demands judgment dismissing Third Party

Complaint "A", awarding attorney's fees and costs of suit, and such other relief as the Court may

deem just and equitable.

AFFIRMATIVE DEFENSES

The Town of Harrison sets forth the following Affirmative Defenses without waiving its right to put Third Party Plaintiffs to their proofs and without assuming any burden of proof not imposed by law.

- 1. Third Party Complaint "A" fails to state a claim and/or cause of action upon which relief may be granted.
- 2. Third Party Complaint "A" is barred by the statute of limitations.
- 3. Third Party Complaint "A" is barred by the doctrine of res judicata, collateral estoppel, waiver, laches and unclean hands.
- 4. Third Party Complaint "A" is barred as Third Party Plaintiffs lack standing to bring this action.

- 5. Third Party Complaint "A" is barred as Third Party Plaintiffs have failed to exhaust all administrative remedies.
- 6. Third Party Complaint "A" is barred as the Town of Harrison is not liable under the New Jersey Spill Act.
- 7. The Town of Harrison is not a "responsible party" under the New Jersey Spill Act.
- 8. Sewage and sewage sludge are not hazardous substances under the New Jersey Spill Act.
- 9. The activities alleged against the Town of Harrison do not amount to a discharge or hazardous substances under the New Jersey Spill Act. To the extent that it is proven that the Town of Harrison discharged any hazardous substances, the Town would not be liable because the discharges would have been pursuant to federal and or state permits.
- 10. Third Party Complaint "A" is barred as to the extent it alleges conduct occurring or damage incurred prior to the effective date of the New Jersey Spill Act.
- 11. Third Party Complaint "A" is barred, or in the alternative, the damages sought must be reduced under the doctrine of comparative negligence.
- 12. Third Party Complaint "A" is barred, or in the alternative, the damages sought are subject to contribution or any reduction or offset from other parties.
- 13. Third Party Complaint "A" allegations pursuant to the New Jersey Spill Act are not ripe for adjudication.
- 14. Third-Party Complaint "A" is barred as any injuries and or damages allegedly sustained were caused by negligence and or intentional acts of co-defendants or third parties over whom the Town of Harrison had not control.
- 15. Third-Party Complaint "A" is barred as the Town of Harrison is insulated from liability pursuant to the New Jersey Tort Claims Act.

- 16. The Town of Harrison adopts all Defenses asserted by other parties in this action to the extent the defenses are applicable.
- 17. The Town of Harrison reserves the right to amend this Answer to assert any additional defense discovered during the course of this action.

JURY DEMAND

The Town of Harrison hereby demands a trial by jury.

DESIGNATION OF TRIAL COUNSEL

In accordance with R. 4:25-4, Laura J. Wadleigh shall be designated trial counsel.

CASTANO QUIGLEY LLC

Dated: February 10, 2010

Laura J. Wadleigh

1120 Bloomfield Avenue

West Caldwell, New Jersey 07006 Attorneys for Third-Party Defendant

Town of Harrison

CERTIFICATION OF FILING AND SERVICE

I hereby certify that an original and one (1) copy of the within pleading has been

filed with the:

Clerk of the Civil Division Essex County Courthouse 50 West Market Street Newark, New Jersey 07102

I further certify that one copy of the pleading has been sent via overnight mail to:

Hon. Sebastian P. Lombardi, J.S.C. Superior Court of New Jersey Essex County Historic Courthouse 470 Martin Luther King, Jr. Boulevard Newark, New Jersey 07102

William L. Warren, Esq. Drinker Biddle & Reath, LLP 105 College Road East, Suite 300 Princeton, New Jersey 08542; and

Michelle Blythe, Esq. Andrews Kurth, LLP 10001 Woodloch Forest Drive Suite 200 The Woodlands, Texas 77380

I further certify that a copy of this pleading will be posted on the electronic platform upon receipt of posting privileges.

Dated: February 10, 2010

Laura J. Wadleigh, Esq.
Castano Quigley LLC
Attorneys for Third Party

Defendant Town of Harrison