



July 28, 2009 Project No. 2007-0057-01

Mr. Jerry Wickham Alameda County Health Care Services Agency 1131 Harbor Bay Parkway, Suite 250 Alameda, California 94502

Subject: Status Letter and Request for Report Deadline Extension

Former USA Station No. 57 10700 MacArthur Boulevard

Oakland, California

Dear Mr. Wickham:

Stratus Environmental, Inc. (Stratus) has prepared this letter, on behalf of Moller Investment Group, Inc., for Former USA Station No. 57, located at 10700 MacArthur Boulevard, Oakland, California, in order to document a telephone conversation between Alameda County Health Care Services Agency (ACHCSA) and Stratus personnel on July 28, 2009, and to request a deadline extension for submittal of a technical report. ACHCSA has previously requested that a Work Plan for Pilot Testing, or Draft Corrective Action Plan, be submitted for the subject property. ACHCSA has also requested that site specific cleanup goals for the properties' previously identified petroleum hydrocarbon impact to soil and groundwater be submitted for review.

Stratus intends to submit two separate reports, on behalf of Moller Investment Group, Inc., in order to accommodate the requests of ACHCSA. In the initial document, Stratus will evaluate the technical viability, limitations, and costs associated with 8 potential remedial approaches/project management strategies for the subject site. This report will also propose site specific cleanup goals, which were developed in conjunction with a toxicologist using the Tier 2 Risked Based Corrective Action (RBCA) model. Stratus is requesting that the deadline for submittal of this report be extended until August 7, 2009.

Following ACHCSA's review of the initial report, which will include the remedial alternatives evaluation and the proposed site specific cleanup goals, Stratus intends to submit a Corrective Action Plan (CAP) for the site. Prior to preparation of this second report, Stratus believes that it would be productive to have an agreement in place between all parties involved with the project regarding the cleanup levels required in order to manage the environmental case to closure.

If you have any questions or comments regarding the content of this letter, or the project in general, please contact Scott Bittinger at (530) 676-2062 or Gowri Kowtha at (530) 676-6001.

Sincerely,

STRATUS ENVIRONMENTAL, INC.

Scott G. Bittinger, P.G.

Project Manager

Jowri S. Kowtha, P.E.

Principal Engineer

cc: Mr. Charles Miller, Moller Investment Group, Inc.

Mr. John Jay, Jay-Phares Corporation

Mr. Peter McIntyre, AEI Consultants, Inc.