ALAMEDA COUNTY

HEALTH CARE SERVICES





DAVID J. KEARS, Agency Director

August 15, 2008

Mr. Michael Desso Nestlé USA, Inc. 800 North Brand Blvd. Glendale, CA 91203

Mr. Mark Hall Encinal 14th Street, LLC 1855 Olympic Blvd., Suite 250 Walnut Creek, CA 94596 ENVIRONMENTAL HEALTH SERVICES ENVIRONMENTAL PROTECTION 1131 Harbor Bay Parkway, Suite 250 Alameda, CA 94502-6577 (510) 567-6700 FAX (510) 337-9335

Subject: SLIC Case No. RO0000018 (Geotracker Global ID T0600100262), Carnation Dairy and SLIC Case No. RO0002978 (Geotracker Global ID T10000000210), 1310 14th Street, Oakland, CA 94607

Dear Mr. Desso and Mr. Hall:

Based upon your August 8, 2008 correspondence, ACEH has established two separate cases for regulatory oversight as follows:

RO0000018 (existing case)
Geotracker Global ID T0600100262
Accounts Receivable Number AR0320138
Applies to northwestern portion of site (Parcel B shown on Attachment 1)

RO0002978 (new case)
Geotracker Global ID T10000000210
Accounts Receivable Number AR0322549
Applies to eastern half and southwestern portion of site (Parcels A, C, and D shown on Attachment 1)

Please address future correspondence and submit reports to the correct case file accordingly. For correspondence or reports that pertain to both cases, please submit the documents to the ACEH ftp site using both case numbers.

REGULATORY OVERSIGHT FUNDING FOR NEW CASE RO0002978

Your August 8, 2008 correspondence requested that upon separation of the cases, the separate case for Parcels A, C, and D (southwestern quadrant and eastern half of the site) be closed. In order for ACEH to conduct a review for case closure, we require an oversight account for the above-referenced site in order to recover our costs. To set up your account, please send a check in the amount of \$3,000.00 payable to Alameda County Environmental Health. Please send your check to the attention of our Finance Department. Please write "SLIC" (the type of project), the site address, and AR0322549 (accounts Receivable #) on your check.

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This initial deposit may or may not be sufficient to provide all necessary regulatory oversight. ACEH will deduct actual costs incurred based upon the hourly rate specified below. If these funds are insufficient, additional deposit will be requested. Otherwise, any unused monies will be refunded to you or your designee.

The deposit is authorized in Section 6.92.040L of the Alameda County Ordinance Code. Work on this project is being debited at the Ordinance specified rate, currently \$182.00 per hour.

REGULATORY OVERSIGHT FUNDING FOR CASE RO0000018

The balance for the regulatory oversight account for case RO0000018 is currently a negative balance of approximately \$2,500. In correspondence dated August 1, 2008, ACEH requested submittal of funds in the amount of \$6,000.00 in order to continue to provide regulatory oversight. If both responsible parties are sharing the costs equally, Encinal 14th Street LLC should submit a check for \$2,500 to cover regulatory oversight costs up to the point at which separate cases were established and Nestle USA should submit a check for \$3,500 to cover future regulatory oversight costs. Please send your check(s) to the attention of our Finance Department and write "SLIC" (the type of project), the site address, and AR0320138 (accounts Receivable #) on your check.

If you have any questions, please call me at (510) 567-6791 or send me an electronic mail message at jerry.wickham@acgov.org.

Sincerely,

Jerry Wickham, California PG 3766, CEG 1177, and CHG 297

Senior Hazardous Materials Specialist

Attachment 1: Parcel Map

cc: Leroy Griffin, Oakland Fire Department, 250 Frank H. Ogawa Plaza, Ste. 3341, Oakland, CA 94612-2032

Kenneth Cheitlin, Hall Equities Group, 1855 Olympic Blvd., Suite 250 Walnut Creek, CA 94596

Tom Miller, Hall Equities Group, 1855 Olympic Blvd., Suite 250 Walnut Creek, CA 94596

Jennifer Costanza, Nestle USA, Inc., 800 North Brand Blvd. Glendale, CA 91203

Binayak Acharya, Environmental Cost Management, 52830 Quilla Road Valencia, CA 91355

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Robert Flory, AEI Consultants, 2500 Camino Diablo Blvd., Suite 200 Walnut Creek, CA 94597

Donna Drogos, ACEH Jerry Wickham, ACEH File