



July 16, 2008

Mr. Jerry Wickham
Alameda County Environmental Health Services (County)
1131 Harbor Bay Parkway, Suite 250
Alameda, California 94502

**Subject: June 2008 Monthly Status Update for Fuel Leak Case No. RO0000324,
Livermore Gas and Mini Mart, 160 Holmes Street, Livermore, California**

Dear Mr. Wickham:

On behalf of our client, Allterra Environmental, Inc. (Allterra) has prepared this monthly status letter to provide the County with an update for the above-referenced site (Site).

Status Update

As described in previous emails, the UST Cleanup Fund pre-approved costs for additional soil and groundwater investigation activities that were proposed in Allterra's October 12, 2007 Work Plan for Additional Site Investigation and December 14, 2007 revised work plan. Since receiving pre-approval, Allterra completed pre-field activities (drilling permit, encroachment permit, USA notification, and field clearing of boring locations) and completed on-site Geoprobe borings. Additionally, installation of well clusters MW-8 and MW-9 started on July 15.

Upcoming Work

Installation of the MW-8 and MW-9 well clusters will be completed this week. Well development, sampling, and survey work will take place over the next few weeks. Once site investigation data is collected, a report documenting the activities will be prepared and submitted to the County.

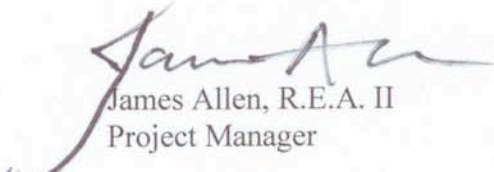
Third quarter 2008 groundwater monitoring is tentatively scheduled for mid-August 2008. Newly installed wells will be included in the monitoring.

State Budget Concerns

As you know, this is the time of year when approval of the State Budget is a concern for companies that work with programs funded by the State (e.g. UST Cleanup Fund). As of June 1, 2008, the UST Cleanup Fund ceased reimbursement payments to Claimants until the Budget passes. Our client, Mr. Manwel and Mrs. Samira Shuwayhat, is one of the many Claimants that rely on the UST Cleanup Fund to provide the money needed to pay for corrective action costs. At this time, the State Budget has not affected scheduling for this project.

Should you have any questions, comments, or concerns, please contact Allterra at (831) 425-2608.

Sincerely,
Allterra Environmental, Inc.



James Allen, R.E.A. II
Project Manager