

# STATE OF ALASKA

## DEPT. OF ENVIRONMENTAL CONSERVATION DIVISION OF SPILL PREVENTION AND RESPONSE CONTAMINATED SITES PROGRAM

**TONY KNOWLES, GOVERNOR**  
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<http://www.state.ak.us/dec/>

October 15, 2002

Randy Hobbs, President  
Hobbs Industries, Inc.  
229 Whitney Road  
Anchorage, Alaska 99501

RE: Knik Arm Power Plant – Transformer Spill  
ADEC Incident No. 98-2399-118-02  
File No. LCS 100.208

Dear Mr. Hobbs:

The Department of Environmental Conservation, Contaminated Sites Remediation Program (ADEC), reviewed the analytical data related to contaminant concentrations remaining in the soil that was treated by soil washing at your facility. The sample results indicate that the treatment was effective in reducing the diesel range organic (DRO) levels below the 1,000 mg/kg DRO action level established for this spill incident. As a result, the soil was returned to the former substation area where it was generated.

Based on this information, ADEC has determined that no further remedial action is required at this site as it relates to the 1998 release of transformer oil. The soil impacted by the release has been treated to acceptable levels and returned to the former substation area from where it was generated. Since the soil concentrations remaining on site do not meet the most stringent migration to groundwater levels established by 18 AAC 75.341 Table B2, there is a requirement that ADEC be notified of any proposed off-site transport of soil in accordance with 18 AAC 75.325(i).

ADEC recognizes that there may be soil and water (ground and surface) contaminant concentrations remaining at this facility above the most stringent cleanup levels. This no further action determination does not relieve the responsible (and potentially responsible) parties from future investigative and/or cleanup action if it is determined that contamination is present at concentrations that may pose a risk to human health or the environment.

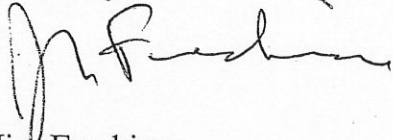
Randy Hobbs

-2-

October 15, 2002

If you have any questions or require assistance regarding this matter, please contact me at 269-7658.

Sincerely,

A handwritten signature in black ink, appearing to read "Jim Frechione". The signature is fluid and cursive, with a large initial "J" and "F".

Jim Frechione  
Environmental Manager

cc: Susan Schrader, ARRC  
Joe Reece, Davis Wright Tremain  
Kay Rawlings, AGO  
Marlow Power & Steam, Inc.