U.S. DEPARTMENT OF JUSTICE ENVIRONMENT AND NATURAL RESOURCES DIVISION ENVIRONMENTAL ENFORCEMENT SECTION P.O. BOX 7611 WASHINGTON, D.C. 20044-7611 FAX (202) 514-8395

FACSIMILE COVER SHEET

TO: Honorable Robert J. DeGiacomo

James B. Harris 214/969-1751 Jonathan Hewes 505/768-7395 R. Jan Appel 517/787-1822

Gloria Moran 214/665-3177 & 7446
John Zavitz 505/346-7205
Rosemary O. Cosgrove 505/768-4525
Ana Marie Ortiz 505/827-1628 & 505/827-2836
Patrick Trujillo 505/768-4245
Charles de Saillan 505/827-4440
Michael Hebert 214/665-7264
Mark Schmidt 505/768-3629
Baird Swanson 505/884-9254
Dennis McQuillan 505/827-2965
Steve Amter 202/293-0169

FROM: Michael T. Donnellan (202) 514-4226

DATE: September 4, 1998

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SUBJECT: Albuquerque v. Sparton Technology, Inc., No CIV 97 0206 (D.N.M.)

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MESSAGE: 09/04/98 Joint Status Report

September 4, 1998

By telefax
Honorable Robert J. DeGiacomo
United States Magistrate Judge
United States District Court for the District of New Mexico
500 Gold Avenue, SW
Albuquerque, New Mexico 87103
(505) 248-8061
FAX: (505) 248-8066

Re: Join

Joint status report in Albuquerque v. Sparton Technology, Inc., No. CIV 97

0206 (D.N.M.)

Dear Judge DeGiacomo:

As agreed at the August 26, 1998 settlement conference, we submit this joint status report. The parties have agreed that the next stage of settlement negotiations will be to negotiate workplans describing the cleanup actions to be taken at the site. To that end, Plaintiffs will submit to Sparton detailed outlines describing the workplans. Outlines relating to off-site containment and soil vapor extraction will be submitted by the close of business on Friday, September 4, 1998. Outlines relating to on-site source control and restoration will be submitted by close of business on Wednesday, September 9, 1998. All parties will participate in a conference call on Thursday, September 17, 1998 to discuss and finalize the proposed outlines. At that time, Sparton will begin drafting workplans to be submitted by a mutually agreed upon deadline. At the settlement conference in Albuquerque in October, the parties hope to resolve any outstanding disagreements concerning the outlines of the workplans and to evaluate the progress in drafting the workplans.

Pursuant to the Court's suggestion on August 26, 1998, the parties have attached a proposed order for Judge Hansen's signature extending the litigation stay in this matter through October 15, 1998. All parties have approved this proposed order. The parties would appreciate the Court's assistance in submitting this proposed order to Judge Hansen for signature.

Respectfully submitted,

FOR THE UNITED STATES OF AMERICA, as Plaintiff

MICHAEL T. DONNELLAN, Trial Attorney ARNOLD ROSENTHAL, Senior Attorney

Environmental Enforcement Section

Environment and Natural Resources Division

United States Department of Justice

P.O. Box 7611

Washington, DC 20044-7611 (202) 514-4226/(202) 514-3446

JOHN J. KELLY United States Attorney

JOHN W. ZAVITZ Assistant United States Attorney District of New Mexico P.O. Box 607 Albuquerque, NM 87103 (505) 766-3341

Of Counsel
GLORIA MORAN
Enforcement Counsel
United States Environmental Protection Agency, Region 6
1445 Ross Avenue
Dallas, TX 75202

FOR THE STATE OF NEW MEXICO AND THE NEW MEXICO OFFICE OF THE NATURAL RESOURCES TRUSTEE

TOM UDALL
Attorney General of New Mexico

CHARLES DE SAILLAN
Assistant Attorney General
Environmental Enforcement Division
Post Office Drawer 1508
Santa Fe, New Mexico 87504-1508
(505) 827-6939

FOR THE NEW MEXICO ENVIRONMENT DEPARTMENT

Dy athorization - Om. Donolla ANA MARIE ORTIZ

Special Assistant Attorney General

Assistant General Counsel

New Mexico Environment Department

Post Office Box 26110

Santa Fe, New Mexico 87502-6110

(505) 827-2987

FOR THE CITY OF ALBUQUERQUE

ROBERT M. WHITE City Attorney

GARY A. O'DEA
ROSEMARY O. COSGROVE
Assistant City Attorneys
Post Office Box 2248
Albuquerque, New Mexico 87103
(505) 768-4500

FOR THE BERNALILLO COUNTY COMMISSIONERS

TITO D. CHAVEZ County Attorney

PATRICK F. TRUJILLO
Assistant County Attorney
One Civil Plaza, N.W.
Tenth Floor
Albuquerque, New Mexico 87103
(505) 768-4655

FOR SPARTON TECHNOLOGY, INC.

JAMES B. HARRIS
Thompson & Knight
1700 Pacific Avenue, Suite 3300
Dallas, Texas 75201-4693
(214) 969-1700

JONATHAN W. HEWES
JAMES P. FITZGERALD
BRUCE HALL
Rodey, Dickason, Sloan, Akin & Robb, P.A.
P.O. Box 1888
201 Third St., N.W., Suite 2200
Albuquerque, New Mexico 87102
(505) 765-5900