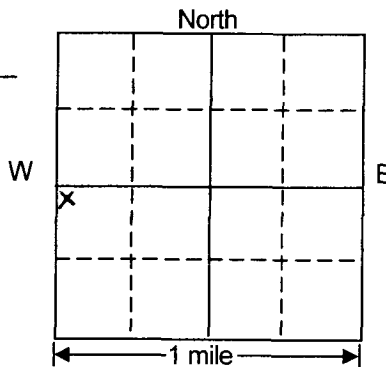


SOUTH DAKOTA WELL AND TEST HOLE PLUGGING REPORT

11-02

Location NW 1/4 SW 1/4 Sec 35 Twp 124N Rg 64W

Well Owner:

County
BrownPlease mark well
location with
an "X"Name: Kaneb Pipeline Operating PartnershipAddress: One Valero WayCity, State, Zip: San Antonio TX 78269

Comments:

Plugging Completion Date 10/30/2006

CHECK APPROPRIATE BOX

EXISTING WELL ☒ Mw-2TEST HOLE ☐Well depth 20 feet

Hole depth _____

Casing material PVC

Hole size _____

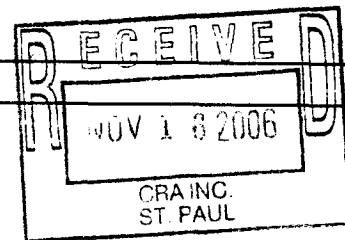
Casing size(s) 2 inchesCasing condition good

Describe plugging procedure:

Protective steel casing was removed. PVC riser and screen were removed. Sand was added to approximately 3' from surface. Upper 3' was filled with concrete.

Describe grout or plugging material:

Concrete



Type of non-slip plug: _____

This well or test hole was plugged under license # 530 and this report is true and accurate.Drilling firm: Tetra Tech, Inc.Signature of Licensed Representative: [Signature]Signature of Well Owner: [Signature]Date: 12-08-06

1-8-07

GH
96.148

**CONESTOGA-ROVERS
& ASSOCIATES**

1801 Old Highway 8 Northwest, Suite 114, St. Paul, Minnesota 55112
Telephone: 651-639-0913 Facsimile: 651-639-0923

December 18, 2006

Reference No. 042626

Mr. Gary H. Haag
SOUTH DAKOTA DEPARTMENT OF ENVIRONMENT
AND NATURAL RESOURCES
523 East Capitol
Pierre, South Dakota 57501-3182



Dear Mr. Haag:

Re: Monitoring Well Abandonment (MW-2)
Valero L.P. Aberdeen Terminal located on North Highway 281
Aberdeen, South Dakota
DENR File # 96.148

This letter was prepared on behalf of Kaneb Pipeline Operating Partnership, LP (d\b\ a Valero L.P.) by Conestoga-Rovers and Associates (CRA) to summarize the field activities associated with the abandonment of groundwater monitoring well MW-2, which was installed circa 1996 as part of investigation activities at the Aberdeen Terminal located at 12948 - 386th Avenue, North Highway 281 in Aberdeen, South Dakota (Site). The Site location is shown on Figure 1.

Monitoring well MW-2, which was no longer being chemically monitored at the Site and considered in the way of construction improvements on the property, was abandoned in accordance with South Dakota Department of Environment and Natural Resources (DENR) rules and guidelines. CRA personnel provided oversight of the monitoring well abandonment, which was performed by Tetra Tech, Inc. of Sioux Falls, South Dakota under well contractor license number #530. The well was sealed on October 30, 2006. The abandoned monitoring well location is shown on Figure 2.

The protective well cover, inner 2-inch casing, and screen were removed and the well was checked to verify there were no obstructions that would interfere with plugging operations. Fill sand was added to plug the well to within 3 feet of the ground surface. The remaining portion of the well was back-filled with sack-crete concrete to match the existing elevation grade surface. The removed well materials were properly disposed at an off-Site location.

The *South Dakota Well and Test Hole Plugging Report* form is provided in Attachment 1.

Equal
Employment
Opportunity Employer

REGISTERED COMPANY FOR
ISO 9001
ENGINEERING DESIGN

**CONESTOGA-ROVERS
& ASSOCIATES**

December 18, 2006

2

Reference No. 042626

Should you have any questions or require additional information, please do not hesitate to contact me.

Sincerely,

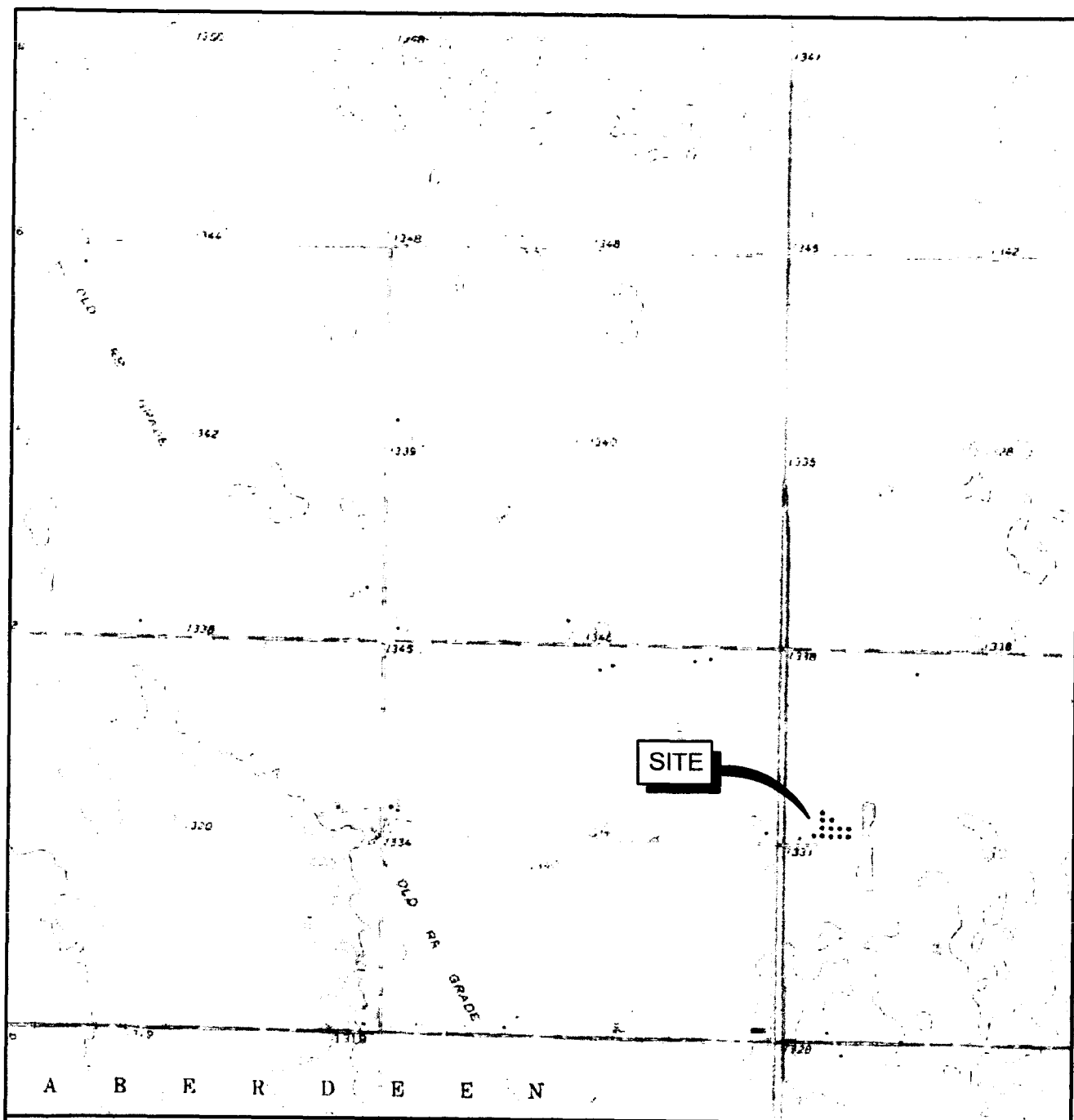
CONESTOGA-ROVERS & ASSOCIATES



James M. Blumke
Petroleum Release Remediator #7472

JMB/jla/3
Enc.

c.c.: Sheryl Torguson; DENR Groundwater Quality Program Secretary
Joe Aldridge; Valero L.P.
Jon (Doug) Cheek; CRA - Lawrence



SOURCE: USGS 7.5 MINUTE QUAD
RICHMOND, S. DAK.

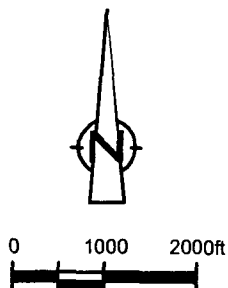
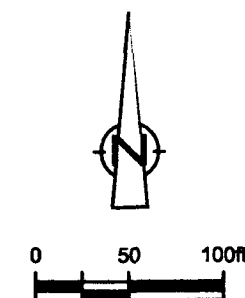
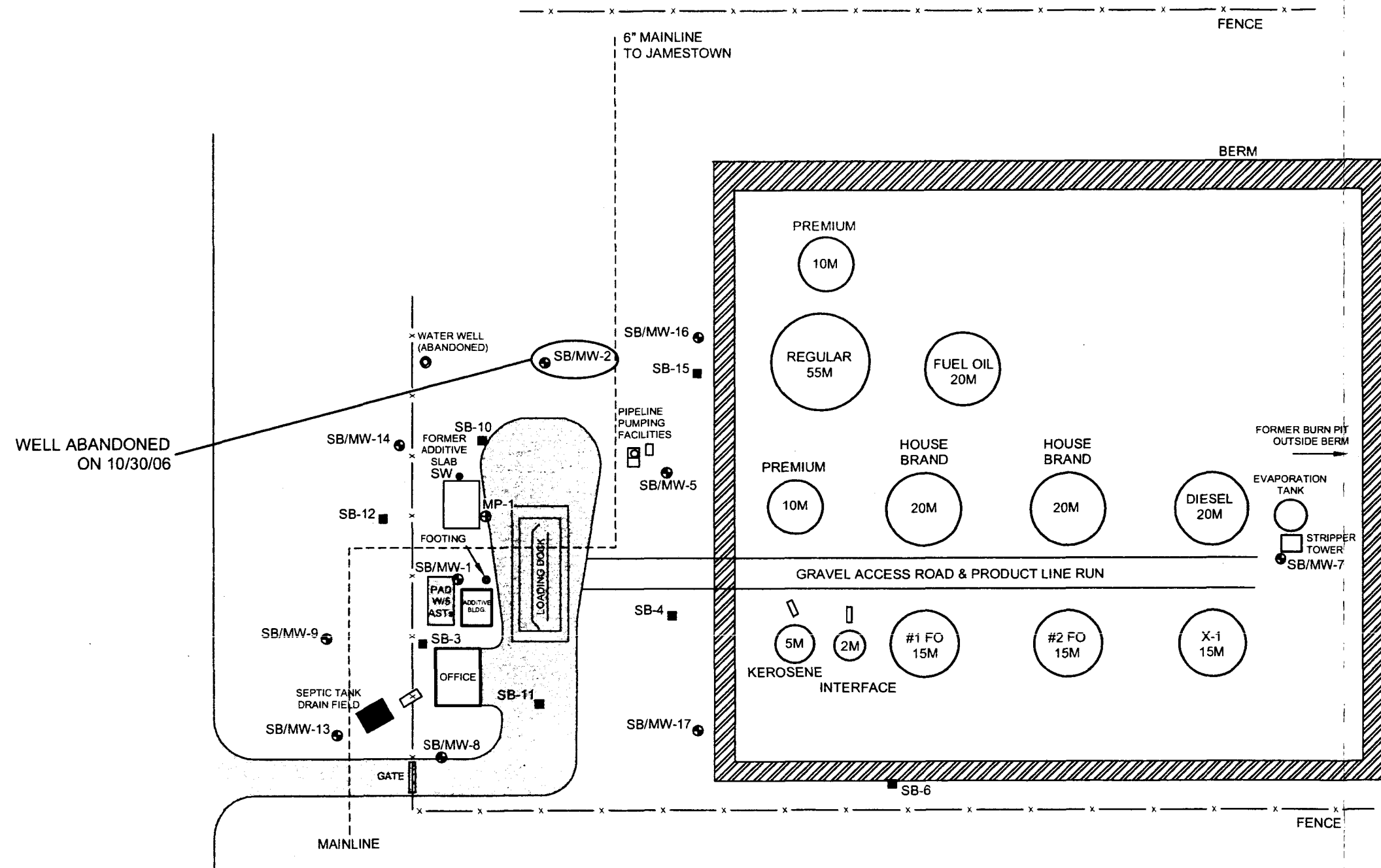


figure 1
SITE LOCATION
VALERO L.P. ABERDEEN TERMINAL
Aberdeen, South Dakota



LEGEND

- SB - SOIL BORING
- ⊕ MW - MONITORING WELL
- ⊕ MP - MONITORING POINT
- SW - SPARGE WELL

figure 2

MONITORING WELL ABANDONMENT
VALERO L.P. ABERDEEN TERMINAL
Aberdeen, South Dakota



SOURCE: AMERICAN ENGINEERING TESTING, 1/16/03