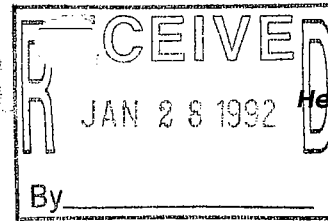




"Good Neighbors. Good Business."

RECEIVED
ENVIRONMENTAL
PROTECTION

NOV -4 91



Bmi/30000(2)/R3

P.O. Box 2065

Henderson, Nevada

89015

702 • 565 • 6485

fax 702 • 565 • 9489

November 1, 1991

Mr. Verne Rosse, P.E.
Chief, Waste Management Branch
NEVADA DIVISION OF ENVIRONMENTAL PROTECTION
123 West Nye Lane
Carson City, NV 89710

Re: BASIC MANAGEMENT, INC.

Dear Mr. Rosse:

Thank you for meeting with David Tundermann, Lee Kapaloski and me on September 25, 1991 to discuss the applicability of the Consent Agreement ("Consent Agreement"), dated April 25, 1991, concerning the BMI industrial complex in Clark County, Nevada to certain BMI properties which are geographically outside the BMI Complex. At the meeting, BMI advised you that to its knowledge these peripheral properties, including Victory Village, the Henderson Water Treatment Plant and other properties have not been used for industrial activities or waste disposal. You agreed that these properties are outside the "BMI Complex" as defined in the Consent Agreement and thus are not subject to it. This letter confirms our discussion and identifies each of these excluded properties more specifically in the attached exhibits. In addition to the two properties mentioned above, and as we discussed, I have also included other miscellaneous properties owned by BMI which are also clearly outside the BMI complex.

The identifying exhibits herewith are arranged as follows:

- | | |
|---------------------|------------------------------|
| 1. Intake Station | 5. Victory Village |
| 2. Booster Plant #1 | 6. Water Treatment Plant |
| 3. Booster Plant #2 | and Power Easements |
| 4. Plat #19 | 7. A Section of Major Avenue |
| | 8. Opportunity Village |

The larger scale map included will help with orientation for all but the Intake and Booster Plant #1 which are out on Lake Mead. Incidentally, the land which BMI is donating to Opportunity Village is north of Lake Mead Drive. But, as you can see from the Plat Map, it is not near any suspect land. We would not like to see this worthwhile 'gift' held up.

Mr. Verne Rosse, P.E.
November 1, 1991
Page 2

On October 17, 1991, representatives of BMI met with John Rinaldi from the City of Henderson to discuss the exclusion of these parcels from the Consent Agreement to these parcels. We identified the parcels we discussed with you. Mr. Rinaldi advised us that he will consult with other city officials regarding these parcels. You may wish to communicate with him directly, however.

I would appreciate your acknowledging that the properties identified in the enclosed Exhibits are not included within the scope of the Consent Agreement. Please initial a copy of this letter and return it to me. Thank you very much for your cooperation.


Very truly yours,


Robert W. Ritchey
General Manager
BASIC MANAGEMENT, INC.

RWR:kst

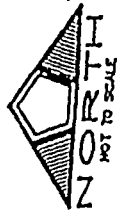
cc: P.S. Corbett, w/o attachments
John Rinaldi, w/o attachments
D.W. Tundermann, w/o attachments

The Nevada Division of Environmental Protection acknowledges the exclusion of the enclosed Exhibits hereto from the Consent Agreement, dated April 25, 1991.



Verne Rosse, P.E.
1/23/92

Date



PREVIOUS AREAS
OF EXCLUSION

PENTACOR
Engineering

