## LICENSE AGREEMENT

This license agreement ("<u>Agreement</u>") is dated January 1, 2022, ("<u>Effective Date</u>") and is entered into by and between COSTA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT, a flood control district organized under the laws of the State of California (collectively referred to as the "<u>Licensor</u>") and Tesoro Refining & Marketing Company LLC, a Delaware limited liability company and a subsidiary of Marathon Petroleum Company, LP, a Delaware limited partnership ("<u>Licensee</u>").

### RECITALS

- A. Licensor owns real property at the Walnut Creek Flood Control Channel, adjacent to 150 Solano Way, in Martinez California, (the "Property").
- B. Under Flood Control Permit (FCP) # 620-07, Licensee has installed monitoring wells at various locations on the Property, as more particularly depicted in Exhibit A and listed in Exhibit A-1, attached hereto and incorporated herein. Licensee uses the wells for groundwater monitoring required by the Regional Water Quality Control Board (RWQCB). The areas of the Property on which the wells listed in Exhibit A-1 are on located are referred to herein as the "Premises").
- C. Licensee desires to obtain Licensor's permission to use the Premises for the limited purpose described in this Agreement. Licensor is willing to grant a license to use the portion of the conditions this set forth and Premises upon the terms Agreement. As consideration, Licensee will provide Licensor certain well monitoring information that Licensor will use to evaluate the potential for adverse effects at the Refinery Perimeter adjacent to the Walnut Creek Channel, and to evaluate that there is no longer a potential threat to water quality to the nearby Walnut Creek Channel. The County desires to allow Licensee to use the Premises for the purposes described in this Agreement.

The parties therefore agree as follows:

### **AGREEMENT**

- 1. Grant of License. Subject to the terms and conditions of this Agreement, Licensor hereby grants to Licensee, a nonexclusive revocable license to enter the Premises for the purposes described in Section 2 below and for no other purpose without Licensor's prior written consent. Flood Control Permit (FCP) # 620-07 is terminated as of the Effective Date.
- 2. <u>Use of Premises</u>. Licensee may use the Licensed Premises for the purpose of access to sample, monitor and maintain the existing monitoring wells and to add or remove wells or probes per Section 5.a.
- 3. <u>Term.</u> The term of this Agreement is ten years, beginning January 1, 2022, and ending December 31, 2031. Licensor and Licensee each have the right to terminate this Agreement at any time, for any reason, or for no reason, with thirty (30) days advance written notice. In

addition, Licensor may terminate this Agreement with fifteen (15) days advance written notice if Licensee violates any term or condition of this Agreement.

4. Monitoring and Reporting. Licensee shall submit to Licensor Semiannual and Annual Inspection Reports for the Self-Monitoring and Reporting Program (SM&RP), as described in the San Francisco Bay Regional Water Quality Control Board (RWQCB) Updated Waste Discharge Requirements, Order 99-083 (RWQCB 1999). The site monitoring requirements also include the Resource Conservation and Recovery Act (RCRA) 3008(h) Order Number 09-89-0013a and the Part B Post Closure Permit Number 98-NC-005 for Solid Waste Management Unit 17 (SWMU-17), also known as the Oily Waste Impoundment (OWI). Licensor benefits from Licensee's well monitoring and reporting by not having to commit Licensor resources to the following activities that Licensee will perform in connection with its obligations under this section: evaluation of the effectiveness of the FPLH recovery system; facility-wide groundwater elevation measurements; perimeter groundwater monitoring; groundwater sampling and analysis; system upgrades; and decommissioning of wells.

## 5. Improvements to the Premises.

- a. Licensee must notify Licensor at least 30 days prior to installation of additional or removal of existing groundwater monitoring wells from the groundwater monitoring well/soil vapor probe location(s), including map coordinates and submittal of their approved Contra Costa Health Services permits.
- b. Licensee may not construct any improvements on the Premises without prior written consent from Licensor. For the purposes of this Agreement, any equipment Licensee is permitted to install on the Premises is not considered an improvement to the Property or the Premises.
- c. Any improvements to the Premises by Licensee (with or without the consent of Licensor) must be removed by Licensee, at its sole cost, except those improvements that Licensor and Licensee agree are not required to be removed upon the termination of this Agreement. Licensee shall repair, at its sole cost, any damage caused by the removal of its improvements or equipment.
- d. If Licensee fails to remove any improvements or equipment it is required to remove, Licensor may remove them at Licensee's expense, and Licensee shall immediately reimburse Licensor upon Licensee's receipt of an invoice from Licensor.
- 6. <u>Bond</u>. Upon execution of this license agreement, Licensee shall deliver to Licensor a performance bond naming Licensor as oblige ("<u>Performance Bond</u>") in the amount of ONE HUNDRED THOUSAND AND NO/100 DOLLARS (\$100,000), which Performance Bond shall guarantee performance of removing the groundwater monitoring wells installed by the Licensee, restoring the License Premises to Licensor standards, reimbursing Licensor for all staff time spent performing necessary inspections, and paying costs and fees incurred by Licensor for necessary inspections and peer review of the Licensed Premises following the

restoration. Activities covered by the Performance Bond, include, without limitation, the following (together, "Covered Activities"):

- a. Complete removal of groundwater monitoring wells and any other monitoring items placed on the Licensed Premises by Licensee:
- b. Compaction of soil and grading of the Licensed Premises to Licensor standards:
- c. Final inspection of the Licensed Premises after Licensee has vacated the Licensed Premises: and
- d. Peer review of final sign-off by RWQCB, Contra Costa County Health Department, Department of Toxic Substance Control Board and any other agency having jurisdiction over the Licensed Premises or the subject matter of this agreement.

On January 1, 2027, and every five years thereafter, the Licensor may provide written notice to Licensee that a new Performance Bond is required in an amount Licensor's Chief Engineer, or designee, determines is sufficient to cause the Covered Activities to be completed. Licensee shall deliver that new Performance Bond to Licensor within 30 days after Licensor's written notice to Licensee.

- 7. Permits and Approvals. Licensee is responsible for obtaining any permits or approvals from any agency having jurisdiction and will provide copies of said permits and approvals to Licensor upon request. This Agreement does not constitute governmental approval by Licensor of this use.
- 8. Nonexclusive Right of Use. This Agreement is nonexclusive. Licensor reserves the right to issue licenses, easements, and permits to others that could affect the Property or the Premises.
- 9. **Existing Facilities.** It is understood and agreed that Licensor has leases, licenses, and/or easements with others for all or a portion of the Property.

The holders of the leases, licenses, and/or easements granted by Licensor have the right to enter on the Property and maintain their facilities. Licensee will not be compensated for damage resulting from such maintenance.

- Damage. It is the responsibility of Licensee to contact property owners and holders of easements, leases, and licenses to determine if any real property over which Licensee wishes to use a vehicle is able to support the vehicle without damage to subsurface or surface facilities. If Licensee's use of real property pursuant to this Agreement causes damage to that real property, the Property, the Premises, or their vegetation, subsurface or surface facilities, Licensee shall repair the damage and return the affected property to a neat and safe condition satisfactory to Licensor and the affected users.
- 11. **Pollution**. Licensee, at its expense, shall comply with all applicable laws, regulations, and rules with respect to the use of the Property, regardless of when they become or became

effective, including, without limitation, those relating to health, safety, noise, environmental protection, waste disposal, and water and air quality, and shall furnish satisfactory evidence of such compliance upon request by the Licensor.

Licensee may not permit hazardous materials to be handled at any time on the Property. Should any discharge, leakage, spillage, emission or pollution of any type occur upon or from the Property due to Licensee's use and occupancy of the Property, Licensee, at its expense, shall clean all the property affected thereby, whether owned or controlled by Licensor or any third person, to the satisfaction of the Licensor (insofar as the property owned or controlled by Licensor is concerned) and any governmental body having jurisdiction.

To the extent permitted by law, Licensee shall indemnify, hold harmless, and defend the Licensor and the holders of rights to use the Property (each, an "Indemnitee") against all liability, cost, and expense (including, without limitation, any fines, penalties, judgments, litigation costs, and attorneys' fees) incurred by any Indemnitee as a result of any discharge, leakage, spillage, emission or pollution, regardless of whether the liability, cost or expense arises during or after the term of this Agreement, unless such liability, cost or expense is proximately caused solely by the active negligence of the Licensor.

Licensee shall pay all amounts due to the Licensor under this section within ten (10) days after any demand therefor.

Hold Harmless. As partial consideration for the rights granted hereunder, Licensee shall defend, indemnify, save, and keep harmless Licensor and Licensor's officers, employees, and agents from and against any and all claims, demands, liabilities, judgments, orders, costs, penalties, fines, fees, expenses, attorney's fees, and attorney's fee and cost awards (collectively, "Liabilities") arising from or connected with the occupancy or use of the Property or Premises by Licensee, any parent or subsidiary if Licensee, or Licensee's officers, employees, contractors, or agents, or as a result of Licensor granting Licensee a license under this Agreement, save and except for any Liabilities arising from the sole negligence or sole willful misconduct of Licensor, or Licensor's officers, employees, or agents. Licensee's obligations under this Section 12 shall survive the termination or expiration of this Agreement.

## 13. Insurance.

a. Licensee agrees, at no cost to the Licensor, to obtain and maintain during term of this Agreement, commercial general liability insurance including coverage for owned and non-owned automobiles with a minimum combined limit coverage of \$1,000,000 for each occurrence and \$2,000,000 aggregate for all claims or loses due to bodily injury, including death, or damage to property, including loss of use, and to name Contra Costa County and Contra Costa County Flood Control & Water Conservation District, its officers, agents, and employees as additional insured thereunder. The coverage must provide for a thirty-day written notice to the Licensor of cancellation or lapse. Licensee shall provide evidence of the coverage to the Licensor prior to execution of this Agreement.

- b. Licensee shall require all contractors involved with the ground watering wells or the soil vapor probes to maintain Contractors Pollution Liability and/or Errors & Omissions applicable to the work being performed, with a limit no less than \$2,000,000 per claim or occurrence and \$2,000,000 aggregate per policy period of one year. If the contractor maintains broader coverage and/or higher limits than the minimums shown above, the County shall be entitled to the broader coverage and/or the higher limits maintained by the contractor. Any available insurance proceeds in excess of the specified minimum limits of insurance and coverage shall be available to the County. Self-Insured Retentions or Deductibles must be declared to and approved by the County. The claims retroactive date must be shown and must be prior to 12/1/2020. Pollution insurance must be maintained for a period of five years after completion of the Contractors work. All Contractors shall name Contra Costa County and Contra Costa Flood Control & Water Conservation District, and their officers, agents, and employees as additional insureds under said pollution policies.
- 14. Assignment. Licensee may not assign its rights under this Agreement.
- 15. <u>Licensor's Title</u>. Licensee hereby acknowledges Licensor's fee title in and to the Property and agrees never to assail or to resist Licensor's title. Licensee agrees that it has not, and never will, acquire any rights or interest in the Property as a result of this Agreement, and that Licensee has not, and will not, obtain any right or claim to the use of the Property beyond that specifically granted in this Agreement. Construction of any improvements by Licensee on or about the Property does not give rise to an agreement coupled with an interest.
- 16. <u>Notices</u>. Notices under this Agreement must be in writing and will be effective either when delivered in person or deposited as certified mail, postage prepaid, return receipt requested, or sent by a recognized overnight courier service, and directed to the other party at its address as stated below, or to such other address as the party may designate by written notice.

LICENSEE: Tesoro Refining & Marketing Company LLC,

150 Solano Way Martinez, CA 94553

LICENSOR: Contra Costa County Flood Control & Water

Conservation District
Public Works Department
Attn: Real Estate Division

255 Glacier Drive Martinez, CA 94553

A notice given in accordance with this Section shall be deemed received on the same day it is personally delivered, on the business day following deposit with an overnight courier service for next business day delivery, and on the fifth day after mailing if given by certified mail.

17. Governing Law. This Agreement is governed by the laws of the State of California. Any action or proceeding to interpret or enforce this Agreement shall be brought in a state or

federal court in California with jurisdiction over the parties and over the subject matter thereof.

18. Entire Agreement. This Agreement contains the entire agreement between the parties relating to the subject matter of this Agreement. No alteration or variation of this Agreement is valid or binding unless made in writing and signed by both parties.

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The parties are signing this Agreement as of the date set forth in the introductory paragraph.

# CONTRA COSTA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

Brian M. Balbas

Brian M. Balbas Chief Engineer

RECOMMENDED TO THE BOARD OF SUPERVISORS FOR APPROVAL:

Jessica L. Dillingham

Principal Real Property Agent

By Tasha Thaxton

Senior Real Property Technical Asst.

TESORO REFINING & MARKETING COMPANY LLC

Robert S. Hanks Vice President

Kyle A. Waldror

Authorized Representative



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