### BEFORE THE ILLINOIS POLLUTION CONTROL BOARD OF THE STATE OF ILLINOIS

PIONEER OIL COMPANY, Petitioner,

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PCB No. \_\_\_\_\_ (LUST Appeal)

ILLINOIS ENVIRONMENTAL PROTECTION AGENCY, Respondent.

# NOTICE OF FILING

To:

Dorothy M. Gunn, Clerk Illinois Pollution Control Board James R. Thompson Center 100 West Randolph Street Suite 11-500 Chicago, IL 60601 William D. Ingersoll Managing Attorney III. Environmental Protection Agency 1021 North Grand Ave. East Springfield, IL 62702

PLEASE TAKE NOTICE that we have this day filed with the office of the Clerk of the Pollution Control Board the *Petition for Review* a copy of which is enclosed herewith and hereby served upon you.

September 7, 2007

PIONEER OIL COMPANY

By:\_\_\_\_\_ Mandy L. Combs

One of its Attorneys

John T. Hundley Mandy L. Combs THE SHARP LAW FIRM, P.C. P.O. Box 906 – 1115 Harrison Mt. Vernon, IL 62864 618-242-0246 *Counsel for Petitioner Pioneer Oil Company* 

# BEFORE THE POLLUTION CONTROL BOARD OF THE STATE OF ILLINOIS

PIONEER OIL COMPANY,	)
Petitioner,	)
ν.	) ) PCB No. 07-127
ILLINOIS ENVIRONMENTAL	)(LUST Appeal) )
PROTECTION AGENCY,	)
Respondent.	)

# **PETITION FOR REVIEW**

Pursuant to §§ 40 and 57.8(i) of the Environmental Protection Act ("Act"), 415 ILCS 5/40, 5/57.8(i), to the Board's regulations on Leaking Underground Storage Tank ("LUST") decisions, 35 ILL. ADM. CODE 105.400 *et seq.*, and to the Board's Order entered June 21, 2007 a copy of which is attached hereto as Exhibit 1, petitioner Pioneer Oil Company ("Pioneer") submits this Petition for Review of the Illinois Environmental Protection Agency ("Agency") decision attached hereto as Exhibit 2 ("Decision") denying Pioneer reimbursement for \$1,656.98 in costs incurred under the LUST program.

Pursuant to § 57.8(I) of the Act, Pioneer further requests the Board to order the Agency to pay Pioneer's legal costs for seeking payment in this appeal.

I. THE AGENCY'S FINAL DECISION

The Decision of which review is sought is contained in Exhibit 2 hereto.

### II. SERVICE OF THE AGENCY'S FINAL DECISION

The Decision indicates it was mailed May 3, 2007. It was received by Pioneer May 7, 2007 and this appeal is timely pursuant to the Board's Order entered June 21, 2007 a copy of which is attached as Exhibit 1.

# Electronic Filing, Received, Clerk's Office, September 7, 2007 DCB 2007-127 \*

### **III. GROUNDS FOR APPEAL**

A. The Agency's contention that Pioneer's analysis costs and shipping costs "lack supporting documentation" is erroneous, arbitrary and capricious. 35 III. Adm. Code 732.601(b)(9) and 734.605(b)(9) state that a complete application for payment consists of "an accounting of costs, including but not limited to, invoices, receipts, and supporting documentation showing the dates and descriptions of the work performed." Pioneer submitted appropriate documentation, which was ignored by the Agency.

B. The Agency's contention that it cannot determine if the \$1,554.18 for analysis costs and \$102.80 for shipping costs will be used for "corrective action" activities in excess of those required to meet the minimum requirements of Title XVI of the Act" is erroneous, arbitrary and capricious. The application at issue was not for a budget but for reimbursement. The activities already have been performed and the conjecture by the Agency is both illogical and erroneous.

### IV. CONCLUSION.

For the foregoing reasons, petitioner Pioneer Oil Company respectfully petitions the Board to reverse the denial of reimbursement in the amount of \$1,656.98 and order the Agency to pay Pioneer's attorneys' fees for this appeal. September 6, 2007 **PIONEER OIL COMPANY** 

By: 🔿 One of its Attornevs

John T. Hundley Mandy L. Combs THE SHARP LAW FIRM, P.C. P.O. Box 906 – 1115 Harrison Mt. Vernon, IL 62864 618-242-0246 *Counsel for Petitioner Pioneer Oil Company* 

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### ILLINOIS POLLUTION CONTROL BOARD June 21, 2007

PIONEER OIL COMPANY,	)	
Petitioner,	)	
v.		07-127 Г Appeal)
ILLINOIS ENVIRONMENTAL PROTECTION AGENCY,		Day Extension)
Respondent.	· )	

ORDER OF THE BOARD (by G.T. Girard):

On June 6, 2007, the Board received a joint notice to extend the 35-day period within which Pioneer Oil Company (Pioneer) may appeal a May 3, 2007 determination of the Illinois Environmental Protection Agency (Agency). According to the joint notice, Pioneer received the Agency determination on May 5, 2007. The joint request was therefore timely filed. *See* 415 ILCS 5/40(a)(1) (2006); 35 Ill. Adm. Code 101.300(b)(2), 105.406. The Agency's determination concerns Pioneer's leaking underground storage tank site located at 9093 Illinois Route 127 in Montgomery County. In the determination, the Agency accepted Pioneer's Corrective Action Plan but modified the budget.

The Board extends the appeal period until September 7, 2007, as the parties request, based on the May 5, 2007 decision receipt date. *See* 415 ILCS 5/40(a)(1) (2006); 35 III. Adm. Code 105.406. If Pioneer fails to file an appeal on or before that date, the Board will dismiss this case and close the docket.

IT IS SO ORDERED.

I, John T. Therriault, Assistant Clerk of the Illinois Pollution Control Board, certify that the Board adopted the above order on June 21, 2007, by a vote of 4-0.

John T. Theriant

John T. Therriault, Assistant Clerk Illinois Pollution Control Board

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# ILLINOIS ENVIRONMENTAL PROTECTION AGENCY

1021 North Grand Avenue East, P.O. Box 19276, Springfield, Illinois 62794-9276 – (217) 782-3397 James R. Thompson Center, 100 West Randolph, Suite 11-300, Chicago, IL 60601 – (312) 814-6026

ROD R. BLAGOJEVICH, GOVERNOR

Douglas P. Scott, Directòr

217/782-6762



CERTIFIED MAIL # 7004 2510 0001 8623 9202

MAY 0 3 2007

Pioneer Oil Company Attn: Southwest Bank-Acct. #0032713725 #2 Carlyle Plaza Drive Belleville, Illinois 62221

BY:

Re: LPC #1350655005 -- Montgomery County Taylor Springs/O'Guinn's Service 9093 Illinois Route 127 Leaking UST Incident No. 991616 Leaking UST FISCAL FILE

#### Dear Mr. Tompkins:

The Illinois Environmental Protection Agency has completed the review of your application for payment from the Underground Storage Tank Fund for the above-referenced Leaking UST incident pursuant to Section 57.8(a) of the Illinois Environmental Protection Act (Act), and 35 Ill. Adm. Code 732, Subpart F. This information is dated December 8, 2006 and was received by the Agency on January 3, 2007. The application for payment covers the period from January 1, 2006 to November 11, 2006. The amount requested is \$9,520.36.

The deductible amount for this claim is \$10,000.00, which was previously deducted from the Invoice Voucher dated April 14, 2000. Listed in Attachment A are the costs which are not being paid and the reasons these costs are not being paid.

On January 3, 2007, the Agency received your application for payment for this claim. As a result of the Agency's review of this application for payment, a voucher for \$4,689.47 will be prepared for submission to the Comptroller's Office for payment as funds become available based upon the date the Agency received your complete request for payment of this application for payment. Subsequent applications for payment that have been/are submitted will be processed based upon the date complete subsequent application for payment requests are received by the Agency. This constitutes the Agency's final action with regard to the above application(s) for payment.

EXHBIT EXHBIT EXHBIT

An underground storage tank owner or operator may appeal this final decision to the Illinois Pollution Control Board (Board) pursuant to Section 57.8(i) and Section 40 of the Act by filing a petition for a hearing within 35 days after the date of issuance of the final decision. However,

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the 35-day period may be extended for a period of time not to exceed 90 days by written notice from the owner or operator and the Illinois EPA within the initial 35-day appeal period. If the applicant wishes to receive a 90-day extension, a written request that includes a statement of the date the final decision was received, along with a copy of this decision, must be sent to the Illinois EPA as soon as possible.

For information regarding the filing of an appeal, please contact:

Dorothy Gunn, Clerk Illinois Pollution Control Board State of Illinois Center 100 West Randolph, Suite 11-500 Chicago, Illinois 60601 312/814-3620

For information regarding the filing of an extension, please contact:

Illinois Environmental Protection Agency Division of Legal Counsel 1021 North Grand Avenue East Springfield, Illinois 62794-9276 217/782-5544

If you have any questions or require further assistance, please contact Catherine S. Elston of my staff at 217/782-6762.

Sincere

Douglas E. Oakley, Manager Leaking UST Claims Unit Planning & Reporting Section Bureau of Land

DEO:CSE:mls\072421.doc

Attachment

cc: United Science Industries

Attachment A Accounting Deductions

Re: LPC #1350655005 -- Montgomery County Taylor Springs/O'Guinn's Service 9093 Illinois Route 127 Leaking UST Incident No. 991616 Leaking UST FISCAL FILE

Citations in this attachment are from the Environmental Protection Act (Act) in effect prior to June 24, 2002, and 35 Illinois Administrative Code (35 Ill. Adm. Code).

Item # Description of Deductions

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 \$2,850.29, deduction for costs associated with free product removal, site investigation or corrective action. The billings submitted exceed the approved budget amounts. The Illinois EPA is unable to approve billings that exceed the approved budget amounts pursuant to Section 57.8(a)(1) of the Act and 35 Ill. Adm. Code 732.601(g) and 732.606(m).

Investigation costs exceeded the approved budget - \$2,696.87.

Handling charges exceeded the approved budget - \$118.66.  $\checkmark$ 

Personnel costs for Senior Technician, Scientist II and Administrative Assistant billed at higher rate than approved in the budget - 34.76.

2. \$1,656.98, deduction for costs that lack supporting documentation. Such costs are ineligible for payment from the Fund pursuant to 35 III. Adm. Code 732.606(gg). Since there is no supporting documentation of costs, the Illinois EPA cannot determine that costs will not be used for activities in excess of those necessary to meet the minimum requirements of Title XVI of the Act; therefore, such costs are not approved pursuant to Section 57.7(c)(4)(C) of the Act because they may be used for corrective action activities in excess of those requirements of Title XVI of the Act.

Analysis costs do not have invoices from Teklab and Holcomb Foundation Engineering Company stating the amounts paid for analysis costs - \$1,554.18.

Field Purchases do not have invoices for sample shipping - 102.80.

3. \$323.62, adjustment in the handling charges due to the deduction(s) of ineligible costs. Such costs are ineligible for payment from the Fund pursuant to Section 57.8(f) of the Act and 35 Ill. Adm. Code 732.607.

Handling charges on ineligible investigation costs.

CSE:mls/072422.doc

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### CERTIFICATE OF SERVICE

I, the undersigned attorney at law, hereby certify that I caused copies of the foregoing document to be served by placement in the United States Post Office Mail Box at 14<sup>th</sup> & Main Streets in Mt. Vernon, Illinois, before 6:00 p.m. this date, in sealed envelopes with proper first-class postage affixed, addressed to:

Dorothy M. Gunn, Clerk Illinois Pollution Control Board James R. Thompson Center 100 West Randolph Street Suite 11-500 Chicago, IL 60601 William D. IngersollManaging AttorneyIII. Environmental Protection Agency1021 North Grand Ave. EastSpringfield, IL 62702

September 7, 2007

Mandy L. 'Combs

John T. Hundley Mandy L. Combs THE SHARP LAW FIRM, P.C. P.O. Box 906 – 1115 Harrison Mt. Vernon, IL 62864 618-242-0246 *Counsel for Pioneer Oil Company* 

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