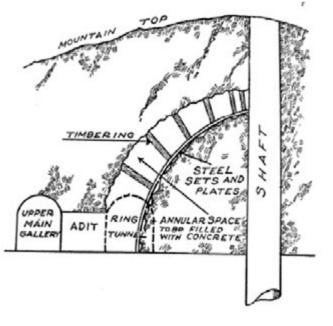
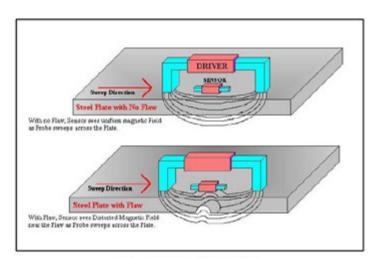
Evaluating Corrosion of the Steel Liners of the Red Hill Tanks



- How Corrosion Affects Integrity of the Red Hill Tanks Needs Further Study
- Although the Backside of the Steel Shell Cannot Be Visually Inspected, Non-Destructive Testing (NDT) Techniques Are Being Used to Identify Corrosion and Other Steel Shell Problems
- A Comprehensive Program Utilizing both Destructive and Non-Destructive Methods is Underway



Low Frequency Electronic Testing

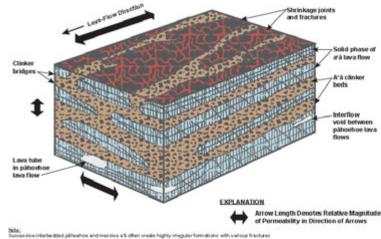


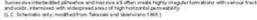
Work Being Done to Safely Store Fuel at Red Hill

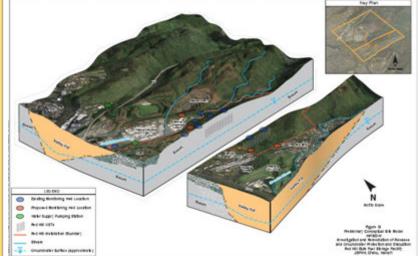
- Determine That the Combination of Technologies, Procedures, Practices, and Monitoring Are Adequate to Prevent Releases that Could Threaten Drinking Water Safety
- Determine the Probability and Magnitude of Potential Failures at the Facility is Well Understood, and Assess the Consequences of Potential Failures
- Ensure the Navy is Using Best Available Practicable Technologies for the Infrastructure
- Ensure that the Groundwater Monitoring Network and Monitoring Practices Are Protective of Drinking Water Quality

Reducing Uncertainty

- Corrosion Rate of Steel Tank Lining
- Potential Failure Modes of Infrastructure
- Improved Tank Inspection Procedures
- Movement of Contamination in the Subsurface
- Movement of Fuel Above the Water Table
- Extent of Lateral Migration
- Groundwater Flow Directions and Rates
- Rate of Natural Degradation





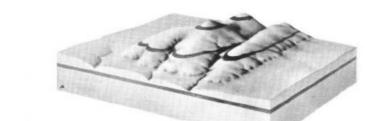


Work to Better Understand Red Hill Geology









Need to Understand Dip and Strike to Predict Contaminant Movement

Why Did Tank 5 Leak Approximately 27,000 Gallons of Jet Fuel In January 2014?

- Patch Plates Were Installed to Address Thin Spots / Defects Identified by Non-Destructive Testing (Petroleum Industry Best Practices)
- Weld Quality on Patch Plates Likely Caused Release (Not Corrosion)
- The Quality of the Repairs Including the Welds Were Not Properly and Thoroughly Verified by Navy
- Operators Initially Disregarded Fuel Loss Alarms



Improvements Since Tank 5 Release

- New Repair and Verification Procedures
- More Frequent Tank Tightness Testing
- New Procedures for Filling During Recommissioning After Repair
- New Alarm Response Procedures
- Improvements in Contractor Specifications

Agencies Hire Experts To Evaluate Red Hill



Tank Upgrade Alternatives Options for Detailed Evaluation

1A Single Wall—Restoration of Tank

Current approach to inspection and repair with enhanced TIRM

1B Single Wall—Restoration of Tank Plus Interior Coating

• Same as Alternative 1A plus coating of barrel and upper dome

1D Single Wall—Remove Steel Liner and Install New Steel Liner

- Remove existing steel liner in its entirety
- Provide new steel liner

2A Double Wall—Composite Tank with Second Steel Liner

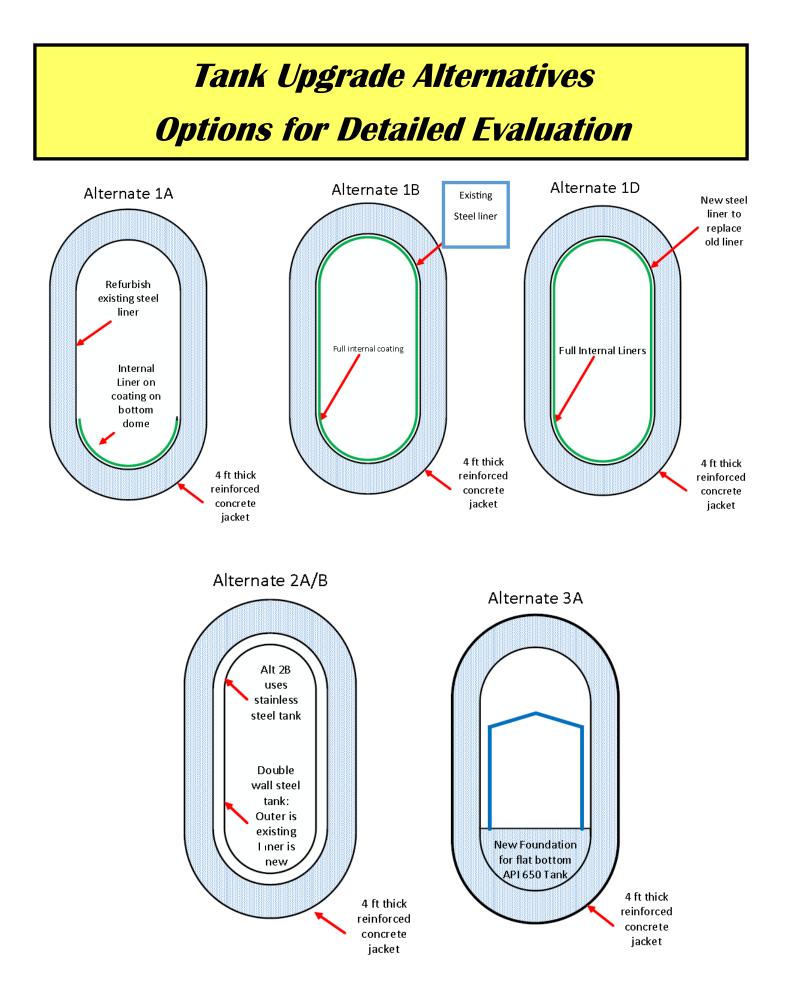
- Existing steel liner provides secondary containment
- Construct steel liner with three inch interstitial space
- Internal coating of new steel liner

2B Double Wall—Composite Tank with Stainless Steel Liner

- Same as 2A except new internal liner is stainless steel
- No internal coating

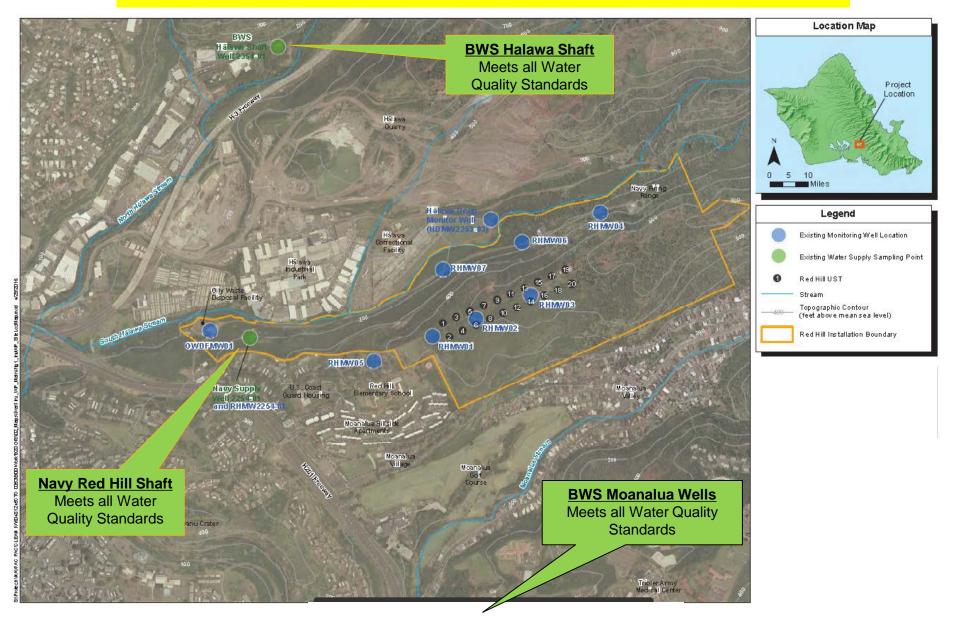
3A Double Wall—Tank within a Tank

- Construct new steel tank with five foot accessible annular space
- Existing steel liner provides secondary containment



DRINKING WATER AROUND RED HILL

All Drinking Sources Meet Water Quality Standards



GROUNDWATER MONITORING DATA

