From: Rost, Norman
To: Vargas, Ricardito
Subject: RE: Chevron 2020 Financial Assurance Letter
Date: Friday, August 28, 2020 3:24:00 PM

Ricardito,

I would appreciate a spread sheet from Chevron of all the liabilities listed with dollar amounts. As I said I double checked my numbers twice, but I could be wrong.

As you could see, I cut and pasted the 6 pages of environmental costs from Chevron's 2020 FA submittal and manually added all the numbers.

A spread sheet would simply add all numbers with one stroke of the pen e.g. @sum(a1,,a300).

Norm Rost, Program Management Coordinator
RCRA Compliance Branch
(212)637-4049 FAX (212)637-4207

From: Vargas, Ricardito <vargas.ricardito@epa.gov>
Sent: Friday, August 28, 2020 11:53 AM
To: Rost, Norman <Rost.Norman@epa.gov>
Subject: FW: Chevron 2020 Financial Assurance Letter

Hey Norm,
I had a phone conversation with the Chevron financial analyst, Kathy Trujillo, to discuss the financial assurance comment letter that was sent to Chevron last week. Please see the summary of our discussion below. Overall, she could not identify the $6,000,000 difference that you came up with. I suggested having a conference call to discuss this.

Thanks!
Ricky

From: Trujillo, Kathy <KathyTrujillo@chevron.com>
Sent: Thursday, August 27, 2020 9:02 PM
To: Vargas, Ricardito <vargas.ricardito@epa.gov>
Cc: Mancini, Bob <RMancini@chevron.com>
Subject: FW: Chevron 2020 Financial Assurance Letter

Ricky,
Thank you for your call earlier today. This is to follow up on that discussion.

The first discrepancy noted during the EPA review of the financial assurance document identified a $6,000,000 difference between the amount used in the Alternative II Financial Test of $998,332,078 and what was calculation in your office, which was $1,004,332,078. I've validated my calculations many

times, but I'm happy to work through the details with you or someone from your office if you would like. If there is a different format or summary that would be added to the schedule to make this more clear, I'm happy to discuss.

Regarding the second issue, we had another similar question from another agency from this year's letters, and I will be working with Chevron's Controller's organization, as well as our auditors to get agreement to modify our data from Total Equity less total Intangible Assets to Stockholder's Equity less Goodwill. The latter calculation is clearly identifiable on from the Consolidated Balance Sheet in the 10K and aligns with EPA requirements.

If you have any questions or concerns, please feel free to contact me via email, or the phone number below.

Thank you.
Kathy
Kathy Trujillo
Senior Financial Analyst
Chevron Environmental Management Company
6001 Bollinger Canyon Road, Rm V1107
San Ramon, CA 94583
Tel 925.842.5477

From: Mancini, Bob <RMancini@chevron.com>
Sent: Sunday, August 23, 2020 4:16 PM
To: Trujillo, Kathy <KathyTrujillo@chevron.com>
Cc: Ranta, Owen <OwenRanta@chevron.com>
Subject: FW: Chevron 2020 Financial Assurance Letter

Hi Kathy:

Attached is a letter from the EPA Region 2 with a couple of comments on Chevron's Financial Assurance document that we submitted in March 2020.

Please respond to the EPA's (Ricky Vargas) comments. If you want to send your response to me, I would be glad to forward to Ricky.

If you have any questions, do not hesitate to call or e-mail me.

Thanks,

Bob Mancini
Project Manager, Downstream
rmancini@chevron.com

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From: Vargas, Ricardito <vargas.ricardito@epa.gov>
Sent: Friday, August 21, 2020 12:31 PM
To: Mancini, Bob <RMancini@chevron.com>
Cc: Rost, Norman <Rost.Norman@epa.gov>
Subject: [**EXTERNAL**] Chevron 2020 Financial Assurance Letter

Good Afternoon Bob,
Attached, please find EPA's comments regarding Chevron's Financial Assurance document that was submitted on March 23, 2020. I have also attached the 2020 Chevron 10k report, referenced in the comment letter.

If you have any questions or concerns, feel free to contact me.

Have a great weekend!
Ricardito Vargas,
Project Manager
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Land, Chemicals and Redevelopment Division
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