



STEVEN A. THOMPSON  
Executive Director

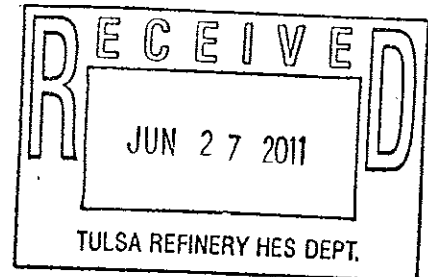
OKLAHOMA DEPARTMENT OF ENVIRONMENTAL QUALITY

MARY FALLIN  
Governor

June 9, 2011

Certified Mail

Andrew J. Haar, Environmental Manager  
Holly Refining and Marketing-Tulsa LLC  
1700 South Union Avenue  
P.O. Box 21001  
Tulsa, Oklahoma 74121-1001



Re: NOTICE OF DEFICIENCY – April 2010 RCRA Part B Permit Application

Dear Mr. Haar:

On March 18, 2011, the Oklahoma Department of Environmental Quality Land Protection Division (“DEQ”) received a letter dated March 17, 2011 (“Response”) from Holly Refining and Marketing-Tulsa LLC (“Holly”) with accompanying attachments. As noted in the Response, Holly has proposed major modifications to the approach set forth in Holly’s RCRA LTU post-closure care permit application submitted to the DEQ on April 30, 2010. Negotiations have been productive between the DEQ and Holly regarding Holly’s proposal to move to a “facility-wide RCRA permitting approach”.

The Response also states that Holly will submit a new facility-wide RCRA Part B post-closure and corrective action permit application. Moreover, Holly’s April 30, 2010 application and subsequent additional submittals are not organized or formatted in a way to allow the DEQ to begin a technical review. Therefore, Holly’s current application is not administratively complete. As noted in an email from the DEQ to Holly dated April 21, 2011, negotiations between Holly and the DEQ have tentatively resulted in an agreed submittal date of October 21, 2011 for Holly’s new properly organized Part B permit application.

Holly and the DEQ have also been negotiating a consent order to reconcile the legal discrepancies resulting from the expired Walnut Grove Land Treatment Unit (“WGLTU”) permit, the Flare Area Land Treatment Unit (“FALTU”) permit and Holly’s current hazardous waste permit responsibilities. On May 23, 2011, an attorney for the DEQ submitted the most recent draft version of a consent order to Holly’s attorney for review, comment or approval. That consent order will finalize the deadline by which Holly must submit its revised new Part B permit application.

Sincerely,

Saba Tahmassebi, PhD, P.E.  
Chief Engineer  
Land Protection Division

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