

JESSICA E. MERRIGAN (816) 460-5706 EMAIL: JMERRIGAN@LATHROPGAGE.COM WWW.LATHROPGAGE.COM 2345 GRAND BOULEVARD SUITE 2800 KANSAS CITY, MISSOURI 64108-2684 (816) 292-2000, FAX (816) 292-2001

April 13, 2007

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

Mr. Howard Bunch Office of Regional Counsel U.S. EPA Region VII 901 North 5th Street Kansas City, KS 66101

Mr. Mark Frazier Regulatory Branch U.S. Army Engineer District, Kansas City 601 East 12th Street, Room 706 Kansas City, MO 64106-2896 O / APW 16 AN IO: 34
ENVIRON EDITAL PROTECTION
AGENCY-REGION VII

Re: Payment in lieu of Mitigation

Stone Creek Development, LLC, Tonganoxie, Kansas

EPA Docket No. CWA-07-2006-0168

USACE Permit No. 200501585

Dear Mr. Bunch and Mr. Frazier:

Please find enclosed copies of the checks and letters of transmission for the payments in lieu of mitigation sent to the Sunflower Land Trust, on behalf of Stone Creek Development, LLC ("Stone Creek").

The first payment, in the amount of \$10,011.55, was made in satisfaction of the Order on Consent between Stone Creek and EPA along with EPA's demand letter of April 3, 2007 (both enclosed). In satisfaction of that Order and Letter, Stone Creek has submitted the mitigation payment as directed, and is hereby providing documentation as directed.

As stated the Order and Letter, this payment also satisfies all requirements for mitigation for any "after-the-fact" permit issued by the Corps of Engineers, which was

Mr. Howard Bunch Mr. Mark Frazier April 13, 2007 Page 2

issued as the after-the-fact portion of Permit No. 200501585. Specifically, this payment satisfies the requirement of Special Condition (b.) for mitigation payment related to already completed activities.

Stone Creek has paid the additional mitigation amount of \$3,676.00, for mitigation for future development by separate check. A copy of that check and letter of transmission are also enclosed for your reference. This payment satisfies the requirement of Special Condition (b.) for mitigation payment for future work under USACE Permit No. 200501585.

By submission of these payments and this documentation Stone Creek has completed all mitigation obligations required by USACE Permit 200501585, and all mitigation obligations of the Consent Order with EPA, Docket No. CWA-07-2006-0168. Please do not hesitate to contact me if you have any questions or need additional information.

Sincerely,

LATHROP & GAGE L.C.

By:

lessica E. Merrigan/

Enclosures

cc: Regional Hearing Clerk, U.S. EPA Region VII Mr. Larry Long, U.S. EPA Water Enforcement

Stone Creek Development, LLC



Jessica E. Merrigan (816) 460-5706 Email: jmerrigan@lathropgage.com www.lathropgage.com 2345 GRAND BOULEVARD SUITE 2800 KANSAS CITY, MISSOURI 64108-2684 (816) 292-2000, FAX (816) 292-2001

April 13, 2007

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

Sunflower Land Trust Mr. Jim Michael 4835 N. Hillcrest Street Bel Aire, KS 67220

Re:

Payment in lieu of Mitigation

Stone Creek Development, LLC, Tonganoxie, KS

USACE Permit No. 200501585

EPA Docket No. CWA-07-2006-0168

Dear Mr. Michael:

Please find enclosed a check in the amount of \$10,011.55 made payable to Sunflower Land Trust. This payment is made in lieu of mitigation for past work performed by Stone Creek Development, LLC, in Tonganoxie, Kansas. This payment is made in satisfaction of EPA Docket No. CWA-07-2006-0168, as per EPA's demand letter of April 3, 2007, and is made in satisfaction of the after-the-fact portion of U.S. Army Corps of Engineers Permit No. 200501585. Per the requirements of that Permit, we would sincerely appreciate if you would provide notice to the Army Corps of Engineers, Kansas City Branch, Regulatory Division of your receipt of this payment.

Please do not hesitate to contact me if you have any questions or need any additional information.

Sincerely,

LATHROP & GAGE L.C.

By:

Jessica E. M∉rrigan∕

Sunflower Land Trust April 13, 2007 Page 2

Enclosure

Mr. Mark Frazier, USACE Kansas City, Regulatory Branch cc:

Mr. Howard Bunch, US EPA, Office of Regional Counsel

Mr. Larry Long, USEPA Water Enforcement Stone Creek Development, LLC