UNITED STATES DISTRICT COURT EASTERN DISTRICT OF LOUISIANA

UNITED STATES OF AMERICA and STATE OF LOUISIANA,)))
Plaintiffs,)
v.) Case No. 2:18-cv-6495
SHELL OFFSHORE INC.,)
Defendant.))

CONSENT DECREE FOR NATURAL RESOURCE DAMAGES

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I. INTRODUCTION

- A. The United States of America ("United States"), on behalf of the United States
 Department of Commerce's National Oceanic and Atmospheric Administration ("NOAA"), the
 United States Department of the Interior ("DOI") and the United States Fish and Wildlife
 Service ("FWS"), and the State of Louisiana (the "State"), appearing through the Louisiana Oil
 Spill Coordinator's Office, Department of Public Safety ("LOSCO"), Louisiana Department of
 Natural Resources ("LDNR"), Louisiana Department of Environmental Quality ("LDEQ"),
 Louisiana Department of Wildlife and Fisheries ("LDWF"), and the Coastal Protection and
 Restoration Authority ("CPRA"), have filed a Complaint against Shell Offshore Inc. ("Shell" or
 "Settling Defendant") in this Court alleging that Shell is liable to the United States and the State
 under Section 1002(a) and (b)(2)(A) of the Oil Pollution Act of 1990 ("OPA"), 33 U.S.C.
 § 2702 (a) and (b)(2)(A), and Section 2480 of the Louisiana Oil Spill Prevention and Response
 Act ("OSPRA"), La. Rev. Stat. 30:2480, for damages for injury to, destruction of, loss of, or loss
 of use of, Natural Resources, resulting from discharges of oil from the Shell Green Canyon
 Block 248 subsea oil production system in the Gulf of Mexico on or about May 11, 2016.
- B. The Complaint alleges that, on or about May 11, 2016, oil was discharged from Shell's Green Canyon Block 248 subsea oil production system in the Gulf of Mexico. The Green Canyon Block 248 subsea oil production system is located approximately 97 miles off the coast of Louisiana. The oil leaked from a piping system that is used to transport oil from a production well on the sea floor. Shell reported to DOI's Bureau of Safety and Environmental Enforcement that the incident resulted in an estimated discharge of 1,926 barrels of oil, or 80,892 gallons, into the waters of the Gulf of Mexico.

- C. Overflights revealed oil and oil sheen on the water surface. Shell, the State, and the United States Coast Guard responded to the spill, including use of mechanical recovery vessels and other assets. Response efforts concluded on May 16, 2016. All of the foregoing events are referred to as the "Incident."
- D. Following the Incident, the Trustees and Shell executed a Cooperative PreAssessment Agreement to help inform the Natural Resources Damage Assessment process. The
 Trustees and Shell worked collaboratively for over 1.5 years to, among other things, identify the
 data and modeling procedures that were most applicable to this Incident, evaluate the potential
 impacts to Natural Resources, and identify actions to restore affected Natural Resources.

 Although the Trustees and Shell did not agree completely on all issues (e.g., appropriate data,
 nature and extent of potential injuries, and restoration activities) during the Pre-Assessment
 Phase, there was a recognition that it would be in their best interest to work towards a mutuallyagreeable resolution.
- E. The Complaint further alleges that the Incident caused injury to, destruction of, loss of, or loss of use of, Natural Resources belonging to, managed by, held in trust by, appertaining to, or otherwise controlled by the United States and the State.
- F. The Trustees for the Natural Resources alleged to be injured by the Incident include NOAA and FWS, on behalf of the United States, and LOSCO, LDNR, LDEQ, LDWF, and CPRA, on behalf of the State. NOAA and FWS are designated as Trustees pursuant to Section 1006(b)(2) of OPA, 33 U.S.C. § 2706(b)(2), Subpart G of the National Oil and Hazardous Substances Pollution Contingency Plan ("NCP") (40 C.F.R. §§ 300.600, et seq.) and Executive Order 12580 (3 C.F.R., 1987 Comp. p. 193, 52 Fed. Reg. 2923 (January 23, 1987) as amended by Executive Order 12777 (56 Fed. Reg. 54757 (October 19, 1991)). LOSCO, LDNR,

LDEQ, LDWF, and CPRA are designated as Trustees by the Governor of Louisiana pursuant to Section 1006(b)(3) of OPA, 33 U.S.C. § 3706(b)(3), and subpart G of the NCP. These same agencies serve as State Trustees under OSPRA according to La. R.S. 30:2451, et seq. and LA. ADMIN. CODE tit. 43, part XXIX, et seq. The United States and the State are coordinating Restoration efforts. The Trustees believe the obligations of the Settling Defendant set forth in this Consent Decree, including the obligation to pay a sum as described herein, constitute adequate compensation for Natural Resource Damages arising from the Incident.

- G. Shell reports that it sold the Glider Field (in Green Canyon Block 248) at the end of 2016 and no longer owns or operates the subsea oil production system involved in this case.
- H. Shell neither admits nor denies the allegations in the Complaint filed in this action and does not admit liability to the Plaintiffs arising out of the transactions or occurrences alleged in the Complaint.
- I. The Parties agree, and the Court, by entering this Consent Decree, finds that this Consent Decree has been negotiated by the Parties in good faith, that it is intended to avoid litigation among the Parties and expedite natural resource restoration actions to be performed by the Trustees, and that it is fair, reasonable, and in the public interest.

NOW THEREFORE, with the Consent of the Parties, IT IS HEREBY ADJUDGED, ORDERED AND DECREED as follows:

II. JURISDICTION AND VENUE

1. This Court has jurisdiction over the subject matter of this action pursuant to Section 1017(b) of OPA, 33 U.S.C. § 2717(b), and 28 U.S.C. §§ 1331 and 1345. The Court also has supplemental jurisdiction over the State law claims alleged in the Complaint pursuant to 28 U.S.C. § 1367. Venue lies in this District pursuant to Section 1017(b) of OPA, 33 U.S.C.

§ 2717(b), and 28 U.S.C. § 1391(b), because the Settling Defendant resides in this judicial district. The Court has personal jurisdiction over the Settling Defendant in connection with this action. For the purposes of this Consent Decree, and the underlying Complaint, the Settling Defendant waives all objections and defenses that it may have to jurisdiction of the Court or to venue in this District. Settling Defendant shall not challenge this Court's jurisdiction to enter and enforce this Consent Decree.

2. For purposes of this Consent Decree, Settling Defendant agrees that the Complaint states claims upon which relief may be granted pursuant to OPA Section 1002(a) and (b)(2)(A), 33 U.S.C. § 2702 (a) and (b)(2)(A), and Section 2480 of OSPRA, La. Rev. Stat. 30:2480.

III. APPLICABILITY

3. This Consent Decree applies to and is binding upon: the United States, on behalf of NOAA, DOI, and FWS, as designated federal trustees for Natural Resources, including those Natural Resources at, in the vicinity of, or affected by the Incident; the State, on behalf of LOSCO, LDNR, LDEQ, LDWF, and CPRA, as designated State trustees for Natural Resources, including those Natural Resources at, in the vicinity of, or affected by the Incident; and, the Settling Defendant, including, without limitation, its successors, assigns, employees, directors, officers, agents, vessels, guarantors, and underwriters, or other entities or persons otherwise bound by law. Any change in ownership or corporate status of the Settling Defendant including, but not limited to, any transfer of assets or real or personal property, shall in no way alter the Settling Defendant's rights or responsibilities under this Consent Decree. In any action to enforce this Consent Decree, the Settling Defendant shall not raise as a defense the failure by any

of its officers, directors, employees, agents, or contractors to take any actions necessary to comply with the provisions of this Consent Decree.

IV. **DEFINITIONS**

- 4. Unless otherwise expressed herein, terms used in this Consent Decree which are defined in Section 1001 of OPA, 33 U.S.C. § 2701, and in the regulations promulgated under OPA at 15 C.F.R. § 990.30, shall have the meaning assigned to them in OPA or in such regulations. In addition, whenever the terms set forth below are used in this Consent Decree, the following definitions shall apply:
 - a. "Complaint" shall mean the civil complaint filed in this action by the Plaintiffs.
 - b. "Consent Decree" shall mean this Consent Decree.
 - c. "Day" shall mean a calendar day. In computing any period of time under this Consent Decree, where the last day would fall on a Saturday, Sunday, or Federal or State holiday, the period shall run until the close of business of the next working day.
 - d. "Effective Date" or "Entry" shall be the date upon which this Consent Decree is entered by the Court or motion to enter the Consent Decree is granted, whichever occurs first, as recorded on the Court's docket.
 - e. "Incident" shall mean the occurrence described in Section I.B of this Consent

 Decree, including, but not limited to, the discharge of oil into the Gulf of Mexico
 beginning on or about May 11, 2016.
 - f. "Interest" shall be compounded daily at the rate set forth in 28 U.S.C. § 1961.
 - g. "Natural Resources" shall have the meaning provided in Section 1001(20) of OPA, 33 U.S.C. § 2701(20).

- h. "Natural Resource Damages" shall mean the damages described at Section 1002(b)(2)(A) of OPA, 33 U.S.C. § 2702(b)(2)(A).
- i. "Natural Resource Damage Assessment" shall mean the process of collecting, compiling, and analyzing information, statistics, or data through prescribed methodologies to determine damages for injuries to Natural Resources.
- "OPA" shall mean the Oil Pollution Act of 1990, Pub. L. No. 101-380, 104 Stat.
 484, 33 U.S.C. §§ 2701-2761.
- k. "Oil Spill Liability Trust Fund" shall mean the fund defined in Section 1001(11) of OPA, 33 U.S.C. § 2701(11).
- "Paragraph" shall mean a portion of this Consent Decree identified by an Arabic numeral.
- m. "Parties" shall mean the United States, the State of Louisiana, and the Settling Defendant.
- n. "Removal Costs" and "Damages" shall have the meanings ascribed to them pursuant to Sections 1001(5), 1001(31) and 1002(b) of OPA, 33 U.S.C.
 §§ 2701(5), 2701(31) and 2702(b).
- o. "Restore" or "Restoration" shall mean any action or combination of actions to restore, rehabilitate, replace or acquire the equivalent of any Natural Resource and services, including recreational opportunities that were injured, lost, or destroyed as a result of the Incident.
- p. "Restoration Plan" shall mean a plan or plans to be developed by the Trustees in accordance with OPA and its underlying regulations at 15 C.F.R. §§ 990.53 990.56.

- q. "Section" shall mean a portion of this Consent Decree identified by a roman numeral.
- r. "Settlement Payment" shall mean the sum total of the payments cited in Section
 VI (Payments by the Settling Defendant) together with accrued Interest.
- s. "Shell Green Canyon 248 Oil Spill Restoration Account" shall mean a separate project-numbered account established within DOI's Natural Resource Damage Assessment and Restoration Fund ("DOI NRDAR Fund"), formally known as "Shell Offshore Green Canyon 248 Incident, LA," which will be funded by the Settling Defendant in accordance with Section VI (Payments by the Settling Defendant) of this Consent Decree and jointly administered by the Trustees in accordance with Section VIII (Shell Green Canyon Oil Spill Restoration Account).
- t. "State" shall mean the State of Louisiana.
- u. "State Trustees" shall mean LOSCO, LDNR, LDEQ, LDWF, and CPRA.
- v. "Subparagraph" shall mean a portion of this Consent Decree identified by a lower case letter.
- w. "Trustees" shall mean the designated federal and state officials, and their designees, who act on behalf of the public as trustees for the Natural Resources, as described in Section I, Paragraph D.
- x. "United States" shall mean the United States of America and each department, agency, and instrumentality of the United States, including the Department of Commerce and DOI.

V. STATEMENT OF PURPOSE

5. The mutual objectives of the Parties in entering into this Consent Decree are:

(i) to provide funding by the Settling Defendant to the Trustees to restore, replace, or acquire the equivalent of the Natural Resources allegedly injured, destroyed, or lost as a result of the Incident; (ii) to provide payment by the Settling Defendant to the Trustees to reimburse the remaining unpaid Natural Resource Damage Assessment costs incurred by the Trustees; and (iii) to resolve the Plaintiffs' claims against the Settling Defendant for Natural Resource Damages as provided herein.

VI. PAYMENTS BY THE SETTLING DEFENDANT

- 6. The Settling Defendant shall make payments totaling \$3,871,169.54 to the Plaintiffs in the manner described in Paragraphs 7 and 8 below.
- 7. The Settling Defendant shall pay for assessment costs incurred by the United States and for Trustee-Sponsored Natural Resource Restoration projects as follows:
 - a. Within 30 Days of the Effective Date, the Settling Defendant shall pay a total of \$3,833,448.97 to the United States. Payment shall be made by FedWire Electronic Funds Transfer ("EFT") to the U.S. Department of Justice account in accordance with current EFT procedures, referencing the case number and DOJ Number 90-5-1-1-11920. Payment shall be made in accordance with instructions provided to the Settling Defendant by the Financial Litigation Unit of the United States Attorney's Office for the Eastern District of Louisiana following entry of the Consent Decree.
 - b. Of the total amount to be paid to the United States by the Settling Defendant pursuant to Subparagraph 7.a:

- \$26,252.81 shall be deposited in the DOI NRDAR Fund, to be applied toward unpaid Natural Resource Damage Assessment costs incurred by DOI;
- ii. \$182,196.16 shall be deposited in the NOAA DARR Fund, to be applied toward unpaid Natural Resource Damage Assessment costs incurred by the Department of Commerce and NOAA; and
- iii. \$3,625,000.00 (the remainder) shall be deposited in a segregated sub-account within the NRDAR Fund to be managed by DOI for the joint benefit and use of the Trustees to pay for Trustee-sponsored natural resource restoration projects in accordance with Section VIII.
- 8. The Settling Defendant shall pay for assessment costs incurred by the State
 Trustees as follows:
 - a. Within 30 Days of the Effective Date, the Settling Defendant shall pay
 \$37,720.57 to LOSCO for unpaid Natural Resource Damage Assessment
 costs incurred by the State Trustees.
 - b. Payment shall be made by check or EFT in accordance with payment instructions provided to the Settling Defendant by LOSCO following entry of the Consent Decree. The payment shall reference "Shell Glider LA2016_0512_0630."
- 9. At the time of the payments, the Settling Defendant shall send written notices of payment and a copy of any transmittal documentation to the Trustees in accordance with Section XII (Notice). The notice shall reflect that the payment is being made for the "Shell Green Canyon 248 Natural Resource Damages Settlement."

10. Interest shall be paid by the Settling Defendant on any amounts unpaid after the due dates specified in this Section and continue to accrue through the date of full payment. If interest is owed due to late payment, Interest shall accrue from the date of lodging of this Consent Decree. Payment shall be made in accordance with the instructions provided in the Subparagraph that corresponds to the unpaid amount(s). Payments of Interest made under this Paragraph shall be in addition to such other remedies or sanctions available to Plaintiffs for the Settling Defendant's failure to make timely payments under this Consent Decree including, but not limited to, payment of stipulated penalties pursuant to Section VII below.

VII. <u>STIPULATED PENALTIES</u>

- 11. Assessment of Stipulated Penalties. The Settling Defendant shall pay stipulated penalties for failure to make any payments in Section VI (Payments by the Settling Defendant) at the rate of five thousand dollars (\$5,000) per Day for each Day of non-compliance.
 - a. Stipulated penalties shall begin to accrue on the day after payment is due and continue to accrue until the date of payment.
 - b. Any stipulated penalties owed for late payment under Paragraph 7.b.i or 7.b.ii shall be paid to the United States. Any stipulated penalties owed for late payment under Paragraph 7.b.iii shall be paid to the United States and the State in equally divided portions. Any stipulated penalties owed for late payment under Paragraph 8 shall be paid to the State.
 - c. The United States or the State may give the Settling Defendant written
 notification that it has failed to make a required payment. Such notice shall
 describe the noncompliance and make a demand for the payment of the stipulated
 penalties. However, stipulated penalties shall accrue as provided in Paragraph

- 11.a regardless of whether the Settling Defendant has been notified of a violation.

 The Settling Defendant shall pay stipulated penalties within thirty (30) Days of written demand for such stipulated penalties by certified mail, as determined by the date of mailing of the written demand.
- d. If the Settling Defendant fails to pay stipulated penalties when due, the United States and the State may institute proceedings to collect the stipulated penalties, as well as Interest as provided in Paragraph 11.e below.
- e. Interest on Stipulated Penalties. The Settling Defendant shall pay Interest on any unpaid stipulated penalties due, which shall begin to accrue on the date thirty (30) Days past the date of the written demand.
- f. Notwithstanding any other provision of this Section, either the United States or the State may, in the unreviewable exercise of its discretion, reduce or waive the stipulated penalties otherwise due to it pursuant to this Consent Decree.
- g. Nothing in this Consent Decree shall be construed as prohibiting, altering, or in any way limiting the ability of the United States and the State to seek any other remedies or sanctions available by virtue of Settling Defendant's violation of this Consent Decree or of the statutes and regulations upon which it is based.
- 12. Payment Instructions for Stipulated Penalties. Any stipulated penalty payment shall be accompanied by a reference to this Consent Decree, be identified as "Stipulated Penalties," and reference the "Shell Green Canyon 248 Oil Spill Natural Resource Damages Settlement." Notice of payment of a stipulated penalty shall be made to the Trustees in the manner specified in Section XII (Notice).

- a. Stipulated penalty payments to the United States shall be made by FedWire EFT to the U.S. Department of Justice in accordance with written instructions to be provided to Settling Defendant by the Financial Litigation Unit of the U.S. Attorney's Office for the Eastern District of Louisiana. At the time of payment, Settling Defendant shall send a copy of the EFT authorization form and the EFT transaction record, together with a transmittal letter, which shall state that the payment is for stipulated penalties owed pursuant to the Consent Decree, and shall reference the case name, civil action number, DOJ Number 90-5-1-1-11920, and the violations for which the stipulated penalties are being paid to the United States, in accordance with Section XII of this Decree (Notice).
- b. Stipulated penalty payments to the State shall be made in accordance with payment instructions provided to the Settling Defendant by LOSCO.

VIII. SHELL GREEN CANYON 248 OIL SPILL RESTORATION ACCOUNT

the funds in a project-specific account within the DOI NRDAR Fund to allow the funds to be maintained as a segregated account within the DOI NRDAR Fund. All funds deposited in the Shell Green Canyon 248 Oil Spill Restoration Account in accordance with this Paragraph, including any Interest or return on investment thereon, shall be held in the account solely for use by the Trustees to jointly plan, implement, oversee, and monitor the restoration of injuries to Natural Resources resulting from the Incident. DOI shall, in accordance with law, and for the benefit of the Trustees, manage and invest the funds in the Shell Green Canyon 248 Oil Spill Restoration Account on behalf of the Trustees.

- 14. The Trustees commit to the expenditure of the funds set forth in Paragraph 7.b.iii for the design, implementation, permitting (as necessary), monitoring, and oversight of restoration projects and for the costs of complying with the requirements of the law to conduct a restoration planning and implementation process. The Trustees will use the funds to restore, rehabilitate, replace or acquire the equivalent of any Natural Resource and its services injured, lost, or destroyed as a result of the Incident and for the oversight of these Restoration projects.
- 15. The allocation of funds for specific projects or categories of projects will be contained in a Restoration Plan prepared and implemented jointly by the Trustees, for which public notice, opportunity for public input, and consideration of public comment will be provided, as required under the OPA and the National Environmental Policy Act, 42 U.S.C. §§ 4321 et seq. ("NEPA"). Once the public review process has been completed, the Trustees will implement the Restoration Plan with any revisions the Trustees may deem appropriate after considering any public comments.
- 16. Decisions regarding any use or expenditure of funds under this Section shall be made by the Trustees. The Settling Defendant shall not be entitled to dispute, in any forum or proceeding, any decision relating to use of funds or restoration efforts under this Section.

IX. COVENANTS BY THE PLAINTIFFS

17. In consideration of the payments and actions that have been and will be made by the Settling Defendant under this Consent Decree, the United States and the State covenant not to sue or take administrative action against the Settling Defendant pursuant to Section 1002(a) and (b) of OPA, 33 U.S.C. § 2702(a) and (b), and Section 2480 of OSPRA, La. R.S. 30:2480, for Natural Resource Damages resulting from the Incident. This covenant not to sue is conditioned upon receipt by the United States and the State of all payments required by Section VI

(Payments by the Settling Defendant) and, as applicable, Section VII (Stipulated Penalties) of this Consent Decree.

- 18. Reservations of Rights. Notwithstanding any other provision of this Consent
 Decree, the United States and the State reserve, and this Consent Decree is without prejudice to,
 all rights against the Settling Defendant with respect to all matters other than those expressly
 specified in the covenants not to sue set forth in Paragraph 17 of this Section, including, but not
 limited to:
 - a. Claims against the Settling Defendant for its failure to meet a requirement of this
 Consent Decree;
 - b. Claims against the Settling Defendant for Natural Resource Damages that are not a result of the Incident;
 - c. Claims against the Settling Defendant for criminal liability associated with the Incident;
 - d. Claims against the Settling Defendant for civil penalties and injunctive relief under the Clean Water Act and the Outer Continental Shelf Lands Act associated with the Incident;
 - e. Claims, other than claims for Natural Resource Damages related to the Incident, against the Settling Defendant that the State, or the United States on behalf of the United States Environmental Protection Agency and the United States Coast Guard, may have under any applicable law, including for recovery of OPA Removal Costs.
- 19. Special Reservations Regarding Natural Resource Damages. Notwithstanding any other provision of this Consent Decree, the United States and the State reserve the right to

institute proceedings against the Settling Defendant in this action or in a new action seeking recovery of Natural Resource Damages based on:

- a. conditions caused by the Incident, unknown by the Trustees as of the date of the lodging of this Consent Decree, that cause new or additional injury to, destruction of, loss of, or loss of use of such Natural Resources; or
- b. information received by the Trustees after the date of lodging of this Consent

 Decree indicating that the Incident has resulted in new or significant additional
 injury to, destruction of, loss of, or loss of use of, such Natural Resources which
 injury is of a type that was unknown or a magnitude greater than was known by
 the Trustees as of the date of lodging of this Consent Decree.
- 20. Pursuant to 33 U.S.C. § 2715(c), the United States expressly reserves, and the Settling Defendant expressly acknowledges, the right of the United States to institute proceedings, to take judgment thereon, and collect such judgment(s) thereon against the Settling Defendant in this action, to seek and recover Removal Costs and/or Damages resulting from the Incident based on claims submitted to or filed against the United States, including claims against the Oil Spill Liability Trust Fund, after the date when this Decree is lodged with this Court. Settling Defendant reserves all defenses as to substantive claims pursued in any such proceeding.
- 21. This Consent Decree shall not preclude the United States or the State from instituting a separate or ancillary action to enforce the terms of this Consent Decree.
- 22. Nothing in this Consent Decree shall be construed to create any rights in, or grant any cause of action to, any person not a Party to this Consent Decree. In addition, nothing in this Consent Decree shall limit, enlarge, or otherwise affect, the private rights or claims of any

person not a Party to this Consent Decree, except as may be determined otherwise by a court of competent jurisdiction.

X. COVENANTS BY THE SETTLING DEFENDANT

- 23. The Settling Defendant hereby covenants not to sue and agrees not to assert any claims or causes of action against the United States or the State, and their employees, agents, contractors, departments, agencies, administrations and bureaus, related to Natural Resource Damages arising from the Incident, including, without limitation, any potential or pending claims against the Oil Spill Liability Trust Fund relating to the Incident. Settling Defendant reserves, and this Consent Decree is without prejudice to, all rights with respect to all matters not expressly included within this Covenant Not to Sue, including all rights with respect to all matters reserved in Section IX.
- 24. In any subsequent administrative or judicial proceeding initiated by the United States or the State for injunctive relief, penalties, costs, damages, criminal liability, or other appropriate relief relating to the Incident, the Settling Defendant shall not assert, and may not maintain, any defense or claim based upon the principles of waiver, res judicata, collateral estoppel, issue preclusion, claim preclusion, claim-splitting, or other defenses based upon a contention that the claims raised by the United States or the State in the subsequent proceeding were or should have been brought in the instant case, except with respect to claims that have been specifically resolved pursuant to Paragraph 17.

XI. COSTS

25. The Plaintiffs shall be entitled to collect from Settling Defendant the costs (including reasonable attorneys' fees) incurred in any action necessary to collect any portion of

the amounts due under Section VI (Payments by the Settling Defendant), or any stipulated penalties due but not paid under Section VII (Stipulated Penalties).

XII. NOTICE

26. Unless otherwise specified herein, whenever notifications, submissions, or communications are required by this Consent Decree, they shall be made in writing and addressed to those listed below. All notices under this Section are effective upon receipt, unless otherwise specified. Except as otherwise provided, notice to a Party by email (if that option is provided below) or by regular mail in accordance with this Section satisfies any notice requirement of this Consent Decree regarding such Party.

As to the United States:

As to the Department of Justice

EES Case Management Unit Environment and Natural Resources Division United States Department of Justice P.O. Box 7611 Washington, DC 20044-7611 eescdcopy.enrd@usdoj.gov Re: DOJ Number 90-5-1-1-11920

As to the Department of Interior

Assistant Solicitor, Branch of Environmental Remediation Office of the Solicitor Division of Parks and Wildlife U.S. Department of the Interior 1849 C Street, NW, MS-5311 Washington, DC 20240

As to National Oceanic and Atmospheric Administration

Office of General Counsel Natural Resources Section Attn. Laurie J. Lee, Deputy Section Chief 501 W. Ocean Blvd., Suite 4470 Long Beach, CA 90802

As to the State of Louisiana:

Attn: Karolien Debusschere
Deputy Coordinator
Louisiana Oil Spill Coordinator's Office
7979 Independence Blvd., Suite 104
Baton Rouge, Louisiana 70806
karolien.debusschere@la.gov

Attn: Stephanie Morris Attorney Louisiana Oil Spill Coordinator's Office 7979 Independence Blvd., Suite 104 Baton Rouge, Louisiana 70806 stephanie.morris@la.gov

As to the Settling Defendant:

Mark Hodor
Senior Legal Counsel
Shell Oil Company
Legal Services – P&T Global Safety & Environment
150 N. Dairy Ashford – E-0344I
Houston, Texas 77079
mark.hodor@shell.com

27. Any Party may, by written notice to other Parties, change its designated notice recipient or notice address provided above.

XIII. RETENTION OF JURISDICTION

28. This Court retains jurisdiction over both the subject matter of this Consent Decree and the Parties for the duration of the performance of the terms and provisions of this Consent Decree for the purpose of enabling any of the Parties to apply to the Court at any time for such further order, direction, and relief as may be necessary or appropriate for the construction or modification of this Consent Decree, or to effectuate or enforce compliance with its terms.

XIV. MODIFICATION

- 29. The terms of this Consent Decree may be modified only by a subsequent written agreement signed by all Parties. Where the modification constitutes a material change to any term of this Consent Decree, it shall be effective only upon approval by the Court.
- 30. In any dispute concerning modification of this Consent Decree, the Party seeking modification bears the burden of demonstrating that it is entitled to the modification in accordance with Federal Rule of Civil Procedure 60(b).

XV. <u>TERMINATION</u>

31. This Consent Decree will terminate automatically upon completion of the payments by the Settling Defendant of the amounts required under Section VI (Payments by the Settling Defendant) and payment of any applicable stipulated penalties under Section VII (Stipulated Penalties).

XVI. PUBLIC PARTICIPATION

- 32. This Consent Decree shall be lodged with the Court for at least 30 days for public notice and comment in accordance with Section 1006(c)(5) of OPA, 33 U.S.C. § 2706(c)(5), 28 C.F.R. § 50.7, and LA. ADMIN. CODE tit. 43, part XXIX, §§ 131, 135.
- 33. The United States and the State reserve the right to withdraw or withhold their consent to the Consent Decree if comments received regarding the Consent Decree disclose facts or considerations that indicate the Consent Decree is inappropriate, improper or inadequate. In addition, in the event one Plaintiff withdraws from this Consent Decree, the remaining Plaintiff reserves its right to withdraw from this Consent Decree.

- 34. The Settling Defendant consents to the entry of this Consent Decree without further notice, and agrees not to withdraw or oppose entry of the Consent Decree or to challenge any provision of the Consent Decree.
- 35. If for any reason the Court should decline to approve this Consent Decree in the form presented, this agreement is voidable at the sole discretion of any Party and the terms of the agreement may not be used as evidence in any litigation between the Parties.

XVII. SIGNATORIES AND SERVICE

- 36. The Assistant Attorney General for the Environment and Natural Resources

 Division of the Department of Justice and the undersigned representatives of the Settling

 Defendant and the State each certifies that he or she is fully authorized to enter into the terms
 and conditions of this Consent Decree and to execute and legally bind the Party he or she
 represents to this document.
- 37. This Consent Decree may be signed in counterparts, and its validity shall not be challenged on that basis.
- 38. The Settling Defendant agrees to accept service of process by mail with respect to all matters arising under or relating to this Consent Decree and to waive the formal service requirements set forth in Rules 4 and 5 of the Federal Rules of Civil Procedure and any applicable Local Rules of this Court including, but not limited to, service of a summons. The Settling Defendant need not file an answer to the Complaint in this action unless or until the Court expressly declines to enter this Consent Decree.

XVIII. <u>INTEGRATION</u>

39. This Consent Decree constitutes the final, complete, and exclusive agreement and understanding among the Parties with respect to the settlement embodied in the Consent Decree

and supersedes all prior agreements and understandings, whether oral or written, concerning the settlement embodied therein. No other document, nor any representation, inducement, agreement, understanding, or promise, constitutes any part of this Consent Decree or the settlement it represents, nor shall it be used in construing the terms of this Consent Decree.

XIX. FINAL JUDGMENT

40. Upon approval and entry of this Consent Decree by the Court, this Consent

Decree shall constitute a final judgment between and among the Parties for the Natural Resource

Damages settled herein.

so ordered this 27th day of Angust, 2018.

UNITED STATES DISTRICT JUDGE Eastern District of Louisiana

FOR PLAINTIFF THE UNITED STATES OF AMERICA:

1/5/18

Deputy Chief

Environmental Enforcement Section

Environment and Natural Resources Division

United States Department of Justice

1/5/18 Date

JASON T. BARBEAU

Senior Trial Attorney (D.C. Bar No. 468200)

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FOR PLAINTIFF THE STATE OF LOUISIANA:

LOUISIANA OIL SPILL COORDINATOR'S OFFICE,

DEPARTMENT OF PUBLIC SAFETY

Date

Marty J. Chabert

Louisiana Oil Spill Coordinator

Johnny B. Bradberry

Signature Page to Consent Decree in United States, et al. v. Shell Offshore Inc.

FOR PLAINTIFF THE STATE OF LOUISIANA:

COASTAL PROTECTION AND RESTORATION AUTHORITY

24

FOR PLAINTIFF THE STATE OF LOUISIANA:

LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY

Date 6/20/18

Dr. Cn

Secretary

FOR PLAINTIFF THE STATE OF LOUISIANA:

LOUISIANA DEPARTMENT OF NATURAL RESOURCES

Thomas F. Harris

Secretary

FOR PLAINTIFF THE STATE OF LOUISIANA:

LOUISIANA DEPARTMENT OF WILDLIFE AND FISHERIES

<u>6-25-18</u> Date

Jack Montoucet
Secretary

FOR DEFENDANT SHELL OFFSHORE INC.:

Teresa Hetrick

Environmental Manager - Gulf of Mexico