



February 20, 2014

Mr. Robert Chapman
Chapman Oil Inc.
W344 S9450 Jericho Dr.
Eagle, WI 53119

RE: Approval of Additional Site Investigation Funding

PECFA # 53119-9998-14-A DNR BRTS # 02-68-215749
Chapman Oil Bulk Plant, 314 Wisconsin St., Eagle

Site Investigation Exceedance Request Received: December 30, 2013

The Wisconsin Department of Natural Resources (Department) received a request to exceed the \$20,000 investigation cost cap for the site referenced above. The Department is approving costs that your consultant requested to complete the investigation.

This cost exceedance approval is for installing monitoring wells, hand augering, and soil sampling to complete the site investigation. The cost exceedance request developed and presented by your consultant (METCO) is \$19,785.50. However, with a budget balance of \$7,734.95, the exceedance budget has been modified to reflect the remaining budget balance.

A copy of the Department worksheet for the chapter NR 747, Wisconsin Administrative Code, Usual and Customary Cost Schedule (Cost Schedule) tasks is enclosed for your reference.

Site Investigation Cap:	\$20,000.00
Additional Site Investigation Costs Approved:	\$12,050.55
Site Investigation Cost (Excluding Interest) Cap:	\$32,050.55

Usual and customary costs for activities included in this approval will only be reimbursed at a rate equal to or less than what is allowed on the Cost Schedule, and are reimbursed based upon the Cost Schedule that is in effect at the time the activity is performed. Costs for activities not included in this approval are not reimbursable without prior Department authorization.

Regulatory Correspondence (Task 7, Activity RC05), Claim Submittal (Task 27, Activity CS05) and Standardized Invoice (Task 28, Activity SI05) costs are not included in the cap approved above. These activities will be reimbursed according to the task specifications and with submittal of proper supporting documentation at claim review time.

Upon completion of the investigation, you must submit a complete site investigation report with a request for closure or a request that the report be evaluated for public bidding. In addition, you must

complete the web reporting requirements annually and by the end of the calendar month following completion of the investigation, per section NR 747.62(1) and (4).

The Department considers the consultant the primary controller of costs during the site investigation. This approval does not guarantee eligibility of any specific costs that have been incurred or that may be incurred in the future. Final determination regarding the eligibility of costs will be made by the claim reviewer when the entire claim, including all invoices and reports, is submitted for payment.

Thank you for your efforts to protect Wisconsin's environment. If you have any questions, please contact me in writing at the letterhead address or by telephone at (262) 574-2176.

Sincerely,

Greg Michael
Hydrogeologist
Remediation and Redevelopment Program

Enclosure: Usual and Customary Cost Schedule Worksheet

cc: METCO