



State of Wisconsin \ DEPARTMENT OF NATURAL RESOURCES

Jim Doyle, Governor
Matthew J. Frank, Secretary
Gloria L. McCutchen, Regional Director

Waukesha Service Center
141 NW Barstow Street, Room 180
Waukesha, Wisconsin 53188
Telephone 262-574-2100
FAX 262-574-2128

December 21, 2007

Mr. J. Philip Reader
2116 Hillcrest Drive
Delavan, WI 53115

Subject: Approval of Additional Investigation Costs at Former Dutch Maid Dry Cleaners
Dry Cleaner Environmental Response Fund (DERF) Site
Jay Reader Trust Property
701 East Geneva Street, Delavan, WI
FID# 265078330, BRRTS# 02-65-354526

Dear Mr. Reader:

This letter serves as an approval of the November 7, 2007 *Response to WDNR 10/09/2007 Letter and Cost Estimate for Additional Investigation* that was prepared by Sigma Environmental Services, Inc. (Sigma) for the Former Dutch Maid Dry Cleaners site. This phase of the site investigation includes the following work: i) install one water table observation well and one piezometer; ii) sample soil in three separate soil borings; iii) conduct a survey of potential receptors in the area; iv) evaluate potential contaminant pathways; v) develop the newly installed monitoring well and piezometer; vi) sample all monitoring wells and the piezometer at the site; and vii) prepare a report documenting additional site investigation activities and previous site investigative work that was not included in the July 31, 2007 *Summary of Activities for a DERF Site Investigation, Former Dutch Maid Cleaners*. If the extent and degree of contamination have not been determined after this investigative phase, additional site investigation activities may have to be conducted at the site.

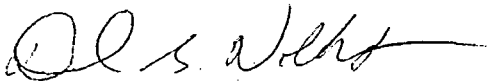
The total cost estimate for this phase of the site investigation as prepared by Sigma is \$13,485.00. The estimate will be the cost cap for this investigative phase. This brings the total cost cap of the subsurface investigation for the dry cleaner to \$32,180.00. The Department will require a cost proposal prior to each additional work phase of the project. Remember to obtain three bids for sub-contractor work that will be completed on the project. The bids must be submitted when requesting reimbursement from the DERF program. This approval does not guarantee the reimbursement of costs. Final determination regarding the eligibility of costs will be determined at the time of claim review.

In regard to the Department approval of the cost overrun from the first phase of the site investigation (or the \$4043.59 that exceeded the bid estimate of \$18,695.00), Department project

managers of DERF cases do not have the authority to approve these cost overruns. Department project managers only have the authority to approve change orders for work that has not been completed. The DERF Manager (Jillian Steffes) in the Department's Central Office in Madison will decide if cost overruns will be reimbursed by DERF when a cost reimbursement claim is reviewed. The Department will only reimburse up to 5% of the total pre-approved expenditures and only if there is a sufficient justification. If you have any questions concerning the Department's policy on cost overruns, please contact Pam Mylotta (414-263-8758) in the Department's Milwaukee office or Terry Evanson (608-266-0941) in the Department's Madison Office.

The Department appreciates the efforts you are taking to restore the environment at this site. If you have any questions regarding this letter or the site in general, please contact me at the letterhead address or (262) 574-2166.

Sincerely,



David G. Volkert, P.G.
Hydrogeologist
Bureau for Remediation & Redevelopment

cc: John Van Lieshout, Reinhart, et al
Terrence Walsh, M&I Wealth Management
Mark Krueger, Sigma
Jillian Steffes, DNR CF/8
SER File