

State of Wisconsin \ DEPARTMENT OF NATURAL RESOURCES

Jim Doyle, Governor
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April 16, 2008

Ref: DC-258 BRRTS # 02-52-547631

Mr. James C. Small
Ehrlich Family Limited Partnership
P.O. Box 081007
Racine, WI 53408

Subject: Dry Cleaning Reimbursement audit letter for Express Dry Cleaning in Racine

Dear Mr. Small:

I have completed the audit of your application for reimbursement from the Dry Cleaner Environmental Response Fund (DERF) Program. Following is a summary of your audited expenses:

Cost Category	Costs Claimed	Audited Eligible Costs	Audited Ineligible Costs	Penalties (Ineligible x 50%)
Soil Investigation	\$11,598.42	\$11,598.42		
Groundwater Investigation	\$11,766.00	\$11,766.00		
Laboratory and Other Analysis	\$10,275.00	\$10,275.00		
Miscellaneous Costs	\$ 3,334.00	\$ 3,334.00		
Totals	\$36,973.42	\$36,973.42		
Minus Deductible		\$10,000.00		
Base Reimbursement		\$26,973.42		
Minus Penalties		-		
Total Approved Reimbursement		\$26,973.42		

After working with your consultant, there were no ineligible expenses claimed in this reimbursement request.

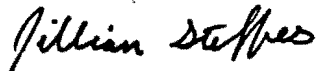
Your total eligible expenses for this site are \$36,973.42. There is a \$10,000.00 deductible that covers your first \$200,000.00 worth of eligible expenses. The values of the deductibles are all established in the WI State Statute section 292.65 (8)(e).

Under normal circumstances, your reimbursement check for \$26,973.42 would be mailed to you shortly after receiving this letter. However, a decrease in the number of active, licensed dry cleaners in the state means that revenues in the Dry Cleaner Fund are insufficient to pay current claims. As a result, I am unable to send reimbursement until there are sufficient revenues in the account. I will be keeping a careful eye on incoming revenue and the fund balance, and as soon as funds are available, eligible claims will be paid on a first-come, first-served basis. I regret that I am unable to predict the length of the delay of your reimbursement at this time, but I do believe it will be spring or summer of 2009.

If you would like to see where your claim is in our payment queue, that information can be found on the **Reimbursement Requests Pending** document located in the **Program Stats** area of our webpage, <http://dnr.wi.gov/org/aw/rr/financial/dryclean.html>

Once funds are available, your reimbursement check will be mailed to you at this address. If you have questions about the audit, please feel free to contact me at (608) 266-1967 or at the address indicated on the top of the first page.

Sincerely,



Jillian Steffes, Fund Manager
Dry Cleaner Environmental Response Program
Bureau of Community Financial Assistance

cc: Terry Evanson – DNR – Madison
Mark Drews – DNR – Waukesha
William P. Scott – Gonzalez, Saggio, and Harlan LLP, 225 East Michigan St, 4th Floor,
Milwaukee WI 53202-4900
Christopher Hatfield – Northern Environmental