State of Wisconsin
DEPARTMENT OF NATURAL RESOURCES
Southeast Region Headquarters
2300 N. Dr. Martin Luther King, Jr. Drive
Milwaukee WI 53212-3128

Scott Walker, Governor Cathy Stepp, Secretary John Hammen, Acting Regional Director Telephone 414-263-8500 FAX 414-263-8606 TTY Access via relay - 711



February 10, 2011

Erlich Family Limited Partnership c/o James Small P.O. Box 81007 Racine, WI 53408

SUBJECT:

Approval of change order for site investigation activities

Express Cleaners site, Erlich Family Limited Partnership property at 3941 N. Main St., Racine, WI

WDNR BRRTS #02-52-547631 FID#252010000

Dear Mr. Small:

The Department has received a Revised Proposed Workplan and Cost Estimate to conduct additional site investigation activities at the Erlich Family Ltd. Partnership property referenced above. The proposal and cost estimate was submitted on your behalf by Chris Hatfield, Bonestroo. The proposed scope of work includes installation of two groundwater monitoring wells, soil sampling and one round of groundwater monitoring from all site wells. The proposed workplan and cost estimate is approved and you may proceed with the work.

The cost approval for this change order is \$6,136 for consulting and \$3,491 for commodity services, for a total of \$9,627. Total costs approved to date for this site are \$72,456.

During our recent Dry Cleaner Environmental Response Program (DERP) fund reimbursement review, we determined that invoices submitted for reimbursement totaled \$63,608.11. That amount exceeded the preapproved site investigation budget at the time of \$62,829 putting you over-budget by \$779.11. The claim was reimbursed based on the cost-over-run allowance of \$3,000 or 5% permitted by NR 169.23(3)(d)(5). You should, however, be careful not to exceed the cost over-run allowance and your consultant should provide you with an estimate of additional costs prior to performing the services. If necessary you should submit a change order to increase the approved budget.

Please be aware that you are required to comply with <u>all</u> applicable statutes and administrative rules including the NR 700 series, Wisconsin Administrative Code, hazardous waste management and wastewater discharges.

This approval does not guarantee the reimbursement of costs under the DERP. Final determination regarding the eligibility of costs for reimbursement will be made at the time of claim review.

If you have any questions regarding the content of this letter, please call me at (414) 263-8533.

Sincerely,

Nancy D. Ryan, Hydrogeologist Remediation and Redevelopment

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Cc: SER case file

Catherine Burrow, WDNR Community Finance - electronic copy

Chris Hatfield, Bonestroo - electronic copy

Natalia Minkel-Dumit, Gonzalez Saggio & Harlan LLP - electronic copy