State of Wisconsin
DEPARTMENT OF NATURAL RESOURCES
1300 W Clairemont Ave
Eau Claire, Wi 54701

Scott Walker, Governor Daniel L. Meyer, Secretary Telephone 608-266-2621 Toll Free 1-888-936-7463 TTY Access via relay - 711



June 08, 2018

Steven J Kautzer N7701 Pelsdorf Avenue Loyal, WI 54446

RE: Public Bidding Deferred – Cost Cap Approved

PECFA # 54446-8368-01-A DNR BRRTS # 03-10-554767 Schlinsog Dairy, N7701 Pelsdorf Ave, Loyal

On May 04, 2018, the Wisconsin Department of Natural Resources (Department) received a scope of work (SOW) and cost estimate utilizing the chapter NR 747, Wisconsin Administrative Code, Usual and Customary Cost Schedule (Cost Schedule) for the site referenced above.

The Department has determined that the submitted SOW is reasonable and **approves** the additional costs. This site will be deferred from the public bidding process at this time. The Department will contact you if this site will be bid in the future.

The costs approved in the SOW include the abandonment of two potable wells at the Kautzer property. A copy of the Department worksheet for the Cost Schedule tasks is enclosed for your reference.

Deferment Cost Cap Approved:

\$1.835.70

Be reminded that ch. NR 700 semi-annual progress reporting is required until this case is closed.

Note: A claim for PECFA reimbursement must be submitted within 180 days of incurring costs (i.e., completing a task). If a claim for costs incurred is not submitted within this deadline, the costs will not be eligible for PECFA reimbursement. If you need assistance with filing your claim, please contact Tim Prosa at (608) 261-7715.

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.

The Department approves a variance for the cost of abandonment of the two potable wells at the Schlinsog property and for the submittal of the required DNR forms. Do not include these costs (\$1835.70) on the standardized invoice for usual and customary cost activities. Include these costs on a



separate company invoice. When you submit the claim for these costs, please attach a copy of this letter and the attached worksheet for the claim reviewer's reference. The Department waives the commodity three-bid requirement with this variance approval.

The Department considers the consultant the primary controller of costs during these activities. 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 (715) 839-3765.

Sincerely,

Gina Keenan Hydrogeologist

Remediation and Redevelopment Program

Enclosure

cc: Dave Larson-Rei Engineering Inc via email

KOMAREK WELL DRILLING N1690 STATE ROAD 13 OGEMA, WI 54459 (715) 767-5469

ESTIMATE

| Customer | Misc | |
|--------------------|-------------------|----------|
| DAVE LARSON REI | Date Phone No. | 05/03/18 |
| | Location | LOYAL |

| Qty | Description | | | Unit Price | | TOTAL | |
|-------|---|-------------|----|------------|----|---------|--|
| | FILL & SEAL WELL IN LOYAL | | | | | | |
| 2 | CHECK AND REMOVE PUMP IN WELL, MEASURE, FILL AND SEAL CUT OFF BELOW GRADE | | | 750.00 | \$ | 1,500.0 | |
| 2 | FILE DNR FORMS | | \$ | 120.00 | \$ | 240.0 | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | - | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | SubTotal | \$ | 1,740.0 | |
| yment | Cash Check No. | Tax Rate(s) | | 5.50% | \$ | 95.7 | |
| | | | | TOTAL | \$ | 1,835.7 | |

The following interest rates will be applied to unpaid balance after 30 days from billing date.

Amount Annual Per Mon. Daily

First \$1000 18% 1 1/2% .049315%

Over \$1000 15% 1 1/4% .041096%

All materials and labor shall remain the property of Komarek Well Co. until fully paid for and are subject to removal in all or part if not paid within 30 days from billing date. All work subject to mechanics lien.