



October 8, 2019

Jasdisher Singh Kler
9922 West Capitol Drive
Milwaukee, WI 53222

RE: **Public Bidding Deferred – Cost Cap Approved**

PECFA # 53222-1435-22-A DNR BRRTS # 03-41-095653 FID # 241136060
Mobil Oil Gas Station (Former), 9922 W. Capitol Dr., Milwaukee

On October 23, 2018, the Wisconsin Department of Natural Resources (Department) approved 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 approval included costs for work related to the installation of a soil-vapor extraction (SVS) system. The October 23rd submittal contained a commodity estimate, with the actual amount subject to commodity three-bidding. The results of the commodity bidding indicated that the original estimate was low, and your consultant, SCS Engineering, submitted a change order request on September 9, 2019, requesting approval for additional funding to complete the approved scope of work.

The Department has determined that the three bid requirements have been fulfilled and **approves** the additional costs. This site will continue 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 scope of work was approved on October 23, 2018 and includes work related to the installation of a soil-vapor extraction system. Per the Department's December 17, 2014 letter titled *Denial of Proposed Cost Separation Methodology and WDNR Methodology Determination*, 25 percent of necessary future remediation costs will be considered for reimbursement by the Department. A worksheet used to calculate the adjusted approval amount is attached.

Commodity Cost Estimate (variance):	\$12,168.75	(25% of \$48,675.00)
Change Order 09/9/19 (U & C Task 36):	+\$ 98.31	(25% of \$393.23)
Amount Previously Approved 10/23/18:	-\$ 3,725.00	(25% of \$14,900.00)
Additional Approval Amount:	\$ 8,542.06	(25% of \$34,168.23)

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

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.

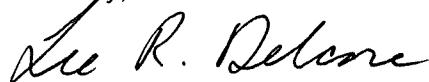
Regulatory Correspondence (Task 7, Activity RC05), Claim Submittal (Task 27, Activity CS05) and Standardized Invoice (Task 28, Activity SI05) costs are not included in the cap approved above. These activities will be reimbursed according to the task specifications and with submittal of proper supporting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

The Department approves a variance from the Cost Schedule for costs related to SVE system installation. Do not include these costs (\$8,443.75) 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. Please provide a copy of the competitive commodity bidding documentation with the PECFA claim.

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 (920) 893-8524.

Sincerely,



Lee R. Delcore
Hydrogeologist
Remediation and Redevelopment Program

Enclosure: Task 5 Cost Calculation Worksheet

cc: Ray Tierney, SCS Engineers, 2830 Dairy Drive, Madison, WI 53718
John Hnat, DNR

Task 5 Cost Calculations based on 10-05-18 submittal and 10-23-18 Approval

	Description	Unit Amount	Unit	Number of Units	Total	25% Eligible	
	Description	Unit Amount	Unit	Number of Units	Total		
Task 5 - SVE System Construction and Operation - 6 Months	Project Director/Principal	\$134.04	hr	7	\$938.28		
	Project Manager	\$109.67	hr	14	\$1,535.38		
	Senior Project Professional	\$109.67	hr	40	\$4,386.80		
	Staff Professional	\$91.39	hr	11	\$1,005.29		
	Field Professional	\$79.20	hr	96	\$7,603.20		
	Designer/CAD Tech	\$67.02	hr	8	\$536.16		
	Administrative Assistant	\$42.65	hr	11	\$469.15		
	SCS Equipment and Mob/Demob	\$6,260.00	task	1	\$6,260.00		
					Consulting Subtotal	\$22,734.26	
	Electrical Contractor	\$500.00	Task	1	\$500.00		
	Excavation, system installation, cover contractor	\$12,000.00	Task	1	\$12,000.00		
	Estimated Permit	\$1,200.00	ACTUAL COST	1	\$1,200.00		
	Soil Disposal Subcontractor (SVE trench spoils)	\$1,200.00	Task	1	\$1,200.00		
					Commodity Subtotal	\$14,900.00	\$3,725.00
					Task Total	\$ 37,634.26	

Task 5 Cost Calculations based on 9-09-19 submittal low commodity bid

	Description	Unit Amount	Unit	Number of Units	Total		
Task 5 - SVE System Construction and Operation - 6 Months	Project Director/Principal	\$134.04	hr	7	\$938.28		
	Project Manager	\$109.67	hr	14	\$1,535.38		
	Senior Project Professional	\$109.67	hr	40	\$4,386.80		
	Staff Professional	\$91.39	hr	11	\$1,005.29		
	Field Professional	\$79.20	hr	96	\$7,603.20		
	Designer/CAD Tech	\$67.02	hr	8	\$536.16		
	Administrative Assistant	\$42.65	hr	11	\$469.15		
	SCS Equipment and Mob/Demob	\$6,260.00	task	1	\$6,260.00		
					Consulting Subtotal	\$22,734.26	
	Electrical Contractor	\$2,750.00	Task	1	\$2,750.00		
	Excavation, system installation, cover contractor	\$43,925.00	Task	1	\$43,925.00		
	Estimated Permit	\$0.00	ACTUAL COST	1	\$0.00		
	Soil Disposal Subcontractor (SVE trench spoils)	\$2,000.00	Task	1	\$2,000.00		
					Commodity Subtotal	\$48,675.00	\$12,168.75
					Task Total	\$ 71,409.26	
				New	\$12,168.75		
				Previously Approved	(\$3,725)		
				Sub	\$8,443.75		
				U&C Change Order	\$98.21		
				Total Approval Adjustment	\$8,541.96		