



**MONTEREY PENINSULA WATER SUPPLY PROJECT
GOVERNANCE COMMITTEE**

CAL-AM NOTIFICATION # 4

TO: Jason Burnett, Chair, MPWSP Governance Committee
FROM: Richard Svindland, VP – Engineering, California American Water
DATE: July 14, 2014
RE: Cal-Am Notification # 4 – Draft Requests for Proposals Related to Source Water Infrastructure to be issued by California American Water

This Cal-Am Notification is submitted to you pursuant to, and in compliance with, Section V.B. of the Amended and Restated Agreement to Form the Monterey Peninsula Water Supply Project Governance Committee (the “Agreement”), as revised November 5, 2013, entered into by and among the Monterey Peninsula Regional Water Authority (“MPRWA”), the Monterey Peninsula Water Management District (“MPWMD”), the County of Monterey (“County”), and the California-American Water Company (“Cal-Am”). Capitalized terms used but not defined herein shall have the meaning set forth in the Agreement.

Cal-Am intends to issue two requests for proposals (“RFPs”) for the procurement of: (1) drilling of one test slant well and nine monitoring wells (both items can be bid on separately or together) and (2) civil construction work for the test slant well, which are collectively valued in excess of \$1 million and relate to construction of the Source Water Infrastructure. Pursuant to Section V.D., Category B.1., of the Agreement, the Governance Committee may recommend qualifications and selection criteria to be included in the RFP for a Contract. Additionally, pursuant to Section V.D., Category C.2., of the Agreement, prior to Cal-Am’s commencement of negotiations with a selected contractor relating to a Contract, the Governance Committee may review and issue recommendations concerning contract terms relating to such Contract.

Cal-Am has determined these matters are ripe for presentation to, and recommendation by, the Governance Committee. It is Cal-Am’s current intent to issue the RFPs and draft contracts relating to the Source Water Infrastructure by August 1, 2014. The Governance Committee may: (1) under Category B.1, review and make recommendations relating to

the qualifications and selection criteria to be included in the RFP for a Contract; and, (2) under Category C.2, review and issue recommendations concerning the contract terms relating to a Contract.

Pursuant to Section V.B. of the Agreement, the Governance Committee shall issue its recommendations, if any, to Cal-Am within ten (10) calendar days following receipt of this Cal-Am Notification. The recommendations should be in writing and sent to Richard Svindland of Cal-Am at richard.svindland@amwater.com.