



May 30, 2007
Project No. 06-0012

Monterey Peninsula Water Management District
Post Office Box 85
Monterey, California 93942

Attention: Ms. Henrietta Stern

Subject: Proposal for Professional Hydrogeologic Services, Water Distribution System Permitting Assistance – Fiscal Year 2007-2008

Dear Henrietta:

In accordance with your request, Pueblo Water Resources, Inc. (PWR) is pleased to present this proposal for hydrogeologic assistance with the processing of Water Distribution Systems (WDS) permit applications during Fiscal Year 2007-2008 (FY 07-08). We understand that the District desires on-going assistance from a qualified hydrogeologic professional in evaluating Well Source and Pumping Impact Assessments (Assessments) that are submitted by WDS applicants for compliance with District Rules and Regulations, as well as providing general assistance in the processing of WDS applications. Based on our understanding of your needs and our previous experience providing similar assistance during Fiscal Year 2006-2007, we have prepared the following scope of services to assist District staff in processing WDS permit applications during FY 07-08.

Scope of Services

Task 1 – Evaluate Assessment Reports. This task includes review and evaluation of applicant Well Source and Pumping Impact Assessment reports to determine compliance with District procedures, and providing written documentation summarizing our findings for each reviewed Assessment. It is anticipated that we will be closely coordinating these evaluations with the District's Senior Hydrogeologist.

Task 2 – Assist with Performing Assessments. Under this task, PWR will provide assistance in the preparation of the limited number of Assessments that the District currently performs under the WDS program, such as in the Carmel Valley Alluvial Aquifer where sufficient data are available from other nearby wells.

Task 3 – Assist with Technical Procedures. This task includes assisting the District's Senior Hydrogeologist in refining technical procedures and data requirements for Assessments to be used by applicants and their consultants, including responding to technical questions from applicant consultants regarding the District's procedures.



Project Personnel and Qualifications

PWR personnel assigned to this project will include Mr. Robert C. Marks, P.G., C.Hg. and Mr. Michael S. Burke, P.G., C.Hg. Mr. Marks will serve as project manager and provide lead hydrogeologic services for the subject work. Mr. Marks is a California Professional Geologist and a Certified Hydrogeologist, and has approximately 15 years of hydrogeologic experience in the Monterey Peninsula area and working with the District. In particular, Mr. Marks provided a similar scope of services to the District during the previous fiscal year.

Schedule and Fees

Based on an anticipated authorization and Notice to Proceed of July 1, 2007, the work will occur during the FY 07-08 period (i.e., July 1, 2007 through June 30, 2008) as Assessments are submitted to the District and provided to us for review and evaluation. We understand that the work will be performed with direct oversight of the General Manager or his/her designee (e.g., the District's Senior Hydrogeologist) on an as-needed and directed basis.

Our services will be billed on a time-plus expenses basis in accordance with our current Fee Schedule (attached) for a not-to-exceed amount of \$25,000. We will track our costs associated with each applicant separately to facilitate reimbursement from the applicant to the District. Based on our experience during the previous fiscal year, we anticipate that approximately 90 percent of our fees will be associated with Task 1. In the event that the overall number or complexity of the Assessments to be evaluated requires effort beyond the established budget, we notify you in writing as soon as possible.

We appreciate the opportunity to provide on-going assistance to the District, and look forward to the timely and successful performance of this important work. As always, if you have any questions or would like to modify the scope of services, please call us.

Sincerely,
Pueblo Water Resources, Inc.

Robert C. Marks, P.G., C.Hg.
Principal Hydrogeologist

RCM
Attachments: Fee Schedule



**PUEBLO WATER RESOURCES, INC
2007 FEE SCHEDULE**

Professional Services

Principal Professional.....	\$150/hr
Senior Professional.....	\$130/hr
Project Professional.....	\$120/hr
Staff Professional.....	\$100/hr
Senior Technician.....	\$ 90/hr
Technician.....	\$ 80/hr
Drafting.....	\$ 50/hr
Word Processing.....	\$ 45/hr

Other Direct Charges

Subcontracted Services.....	Cost Plus 15%
Outside Reproduction.....	Cost Plus 15%
Travel, Subsistence, and Expenses.....	Cost Plus 15%
Vehicle	\$ 75/day