

245 Fischer Avenue, Suite D-2 Costa Mesa, CA 92626 Tel. +1.714.770.8040

Web: www.aquilogic.com

February 20, 2020

Matthew H. Litchfield, P.E. General Manager Three Valleys Municipal Water District 1021 E. Miramar Avenue Claremont, CA 91711-2052

sent via email to: mlitchfield@tvmwd.com

Re.: Proposal to Conduct a Study Program to Evaluate the Hydrologic Connection Between Bonanza Spring and the Alluvial Aquifer in Fenner Valley

Dear Mr. Litchfield:

Aquilogic is pleased to provide this proposal to Three Valleys Municipal Water District (Three Valleys) to conduct a study program to evaluate the hydrologic connection between Bonanza Spring and the Alluvial Aquifer in Fenner Valley (the Bonanza Spring Study).

On June 11, 2019, **aquilogic** submitted a proposal to implement certain recommendations contained within the Report of the Independent Peer Review Panel for the Groundwater Management, Monitoring, and Mitigation Plan (GMMMP) for the Cadiz Project. The June 2019 proposal provided a preliminary scope and budget for the entire Bonanza Spring Study. However, the proposal recommended that the Board of Three Valleys only approve the cooperative development of a Scoping Plan for the Bonanza Spring Study. A scope and budget for Scoping Plan preparation was provided in the June 2019 proposal and, on July 19, 2019, Three Valley authorized **aquilogic** to develop the Scoping Plan. Scoping Plan development has included the following:

- Building a team to prepare the Scoping Plan and implement the Bonanza Spring Study
- Holding a technical workshop with project stakeholders to develop the scope
- Convening an expert peer review panel to review the study program results
- Identifying permit requirements with the US Department of Interior, Bureau of Land Management (BLM) and County of San Bernardino
- Preparing the Scoping Plan document

These steps have been completed, and an initial draft Scoping Plan was provided to Three Valleys staff on January 7, 2020. We did receive some comments from several members of the Study Program Team and expert peer review panel. These have been addressed in an updated draft of the Scoping Plan (accompanying this proposal).



At this time, we are requesting that the Board of Three Valleys approve either: (1) the Bonanza Spring Study field program (Phase II), or (2) the field program (Phase II) and the data analyses and reporting (Phase III). An overall schedule and budget for the Bonanza Spring Study is provided in this proposal. However, the field program will be implemented in the following steps:

- 1. Geophysical (Task II.1) and hydrological (Task II.2) investigation
- 2. Hydrogeological (Task II.3) and ecological (Task II.4) investigation
- 3. Aquifer testing (Task II.3) and geochemical i(Task II.5) investigation

The scope of the field program (Phase II) is included in the updated draft Scoping Plan. However, it is recognized that some minor adjustments in scope for each step will be refined based on findings from prior steps. These adjustments can be accommodated within the contingency amount for each phase.

Phases II and III Bonanza Spring Study

As noted, the updated draft Scoping Plan provides the scope and schedule for the overall Bonanza Spring Study. The preliminary budget for the overall study provided in the June 2019 proposal has been updated below:

•			Budget	Remaining
Phase I: Study Plan Preparation	Jul-19	Jan-20	\$197,628	\$90,733
Phase II: Field Program				
Geophysical Investigation	Mar-20	Apr-20	\$140,000	
Hydrological Investigation	Mar-20	Apr-20		
Spring Monitoring	Mar-20	Mar-20	\$35,000	
Weather Station	Apr-20	Apr-20	\$10,000	
Hydrogeological Investigation	Jun-20	Oct-20		
Well Installation	Jun-20	Jul-20	\$120,000	
Aquifer Testing	Sep-20	Oct-20	\$60,000	
Ecological Investigation	Jun-20	Dec-20	\$45,000	
Geochemical Investigation	Sep-20	Dec-20		
Surface Water Sampling	Sep-20	Dec-20	\$20,000	
Groundwater Sampling	Sep-20	Dec-20	\$35,000	
Phase II Sub-Total	\$465,000			
15% contingency				
Phase II Total			\$534,750	
Phase III: Data Analyses and Reporting				
Jpdated Groundwater Flow Modeling	Jul-20	Jan-21	\$70,000	
Data Analyses	Jul-20	Dec-20	\$55,000	
Final Report	Dec-20	Feb-21	\$40,000	
Board Presentation/Workshop	Feb-21	Mar-21	\$40,000	
	Geophysical Investigation Alydrological Investigation Spring Monitoring Weather Station Alydrogeological Investigation Well Installation Aquifer Testing cological Investigation Geochemical Investigation Surface Water Sampling Groundwater Sampling Phase II Sub-Total 15% contingency Phase III: Data Analyses and Reporting Opdated Groundwater Flow Modeling Opdated Analyses inal Report	Seophysical Investigation Mar-20 Bydrological Investigation Mar-20 Spring Monitoring Mar-20 Weather Station Apr-20 Bydrogeological Investigation Jun-20 Well Installation Jun-20 Aquifer Testing Sep-20 Cological Investigation Jun-20 Seochemical Investigation Sep-20 Surface Water Sampling Sep-20 Groundwater Sampling Sep-20 Groundwater Sampling Sep-20 By Phase II Sub-Total 15% contingency Phase II Total Phase III: Data Analyses and Reporting Updated Groundwater Flow Modeling Jul-20 Data Analyses In I	Reophysical Investigation Mar-20 Apr-20 Relydrological Investigation Mar-20 Apr-20 Spring Monitoring Mar-20 Mar-20 Weather Station Apr-20 Apr-20 Relydrogeological Investigation Jun-20 Oct-20 Well Installation Jun-20 Jul-20 Aquifer Testing Sep-20 Oct-20 Recological Investigation Jun-20 Dec-20 Recochemical Investigation Sep-20 Dec-20 Surface Water Sampling Sep-20 Dec-20 Groundwater Sampling Sep-20 Dec-20 Phase II Sub-Total 15% contingency Phase II Total Phase III: Data Analyses and Reporting Ipdated Groundwater Flow Modeling Jul-20 Jan-21 Relata Analyses In Incomparison Jul-20 Dec-20 In In In Incomparison Jul-20 Dec-20 In In In In Incomparison Jul-20 Dec-20 In I	Seophysical Investigation Mar-20 Apr-20 \$140,000 Apr-20 Apr-20 Spring Monitoring Mar-20 Mar-20 \$35,000 Weather Station Apr-20 Apr-20 \$10,000 Apr-20 Apr-20 \$120,000 Apr-20 Apr-20 \$45,000 Apr-20 Apr-20 Apr-20 \$20,000 Apr-20 Apr-20 Apr-20 \$20,000 Apr-20



III.5	Alternative Mitigation Actions		Jan-21	Mar-21	\$30,000	
		Phase III Sub-Total			\$235,000	
		15% Contingency			\$35,250	
		Phase III Total			\$270,250	
	TOTAL (Phase II and III)				\$805,000	
	TOTAL (All Phases)				\$1,002,625	

All work will be billed on a time and materials basis according to the attached fee schedule, up to the total amount specified. It is understood that work on a particular task can exceed the budgeted amount. However, should supplemental budget be required to complete the entire scope, a change order will be provided for your approval. No such supplemental or additional work will be performed without prior authorization to proceed from the Client. Should you request that additional or supplemental work be performed, we will invoice you for this work on a time and materials basis. However, we will confirm your request via email prior to starting on such work.

Closing

We appreciate the opportunity to submit this proposal to Three Valleys. Should you have any questions, please do not hesitate to contact me at (949) 939-7160.

Sincerely,

aquilogic, Inc.

Anthony Brown

CEO and Principal Hydrologist

Encl. Fee Schedule

Updated Draft Scoping Plan