

MONTEREY PENINSULA WATER SUPPLY PROJECT GOVERNANCE COMMITTEE

CAL-AM NOTIFICATION #9

TO: Jason Burnett, Chair, MPWSP Governance Committee

FROM: Ian Crooks, Engineering Manager, California American Water

DATE: September 11, 2015

RE: Cal-Am Notification #9 – Draft Request for Proposals and Draft

Construction Contract - MPWSP Source Water Slant Wells

This Cal-Am Notification is submitted to you pursuant to, and in compliance with, Section V.B. of the Agreement to Form the Monterey Peninsula Water Supply Project Governance Committee (the "Agreement"), dated March 8, 2013, 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 a request for proposals ("RFP") for the procurement of one or more Contracts, valued in excess of \$1 million, relating to the construction of the source water slant wells. 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 such 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 construction 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 RFP and draft construction contract described above on or about September 25, 2015. 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; and, (2) under

Category C.2, review and issue recommendations concerning the contract terms contained in the draft construction contract.

Pursuant to Section V.B. of the Agreement, the Governance Committee shall issue its recommendations, if any, to Cal-Am no later than September 21, 2015. The recommendations should be in writing and sent to Ian Crooks of Cal-Am at ian.crooks@amwater.com.