July 28, 2016

Mr. Sam Unger, Executive Officer
California Regional Water Quality Control Board
Los Angeles Region
320 W. 4th Street, Suite 200
Los Angeles, CA 90013

RE: Memorandum of Understanding (MOU) Quarterly Progress Report
Malibu Civic Center Wastewater Treatment Plan

Dear Sam:

The following is the quarterly progress report for the Malibu Civic Center Wastewater Treatment Plan, which covers work activities performed on this project during the period between April 1, 2016 and June 30, 2016. To date, the City continues to make progress on all MOU Milestone requirements.

Below is a list of the work performed during the last quarter:

- On April 25, 2016 the City adopted Resolution No. 16-15 authorizing and providing for the issuance of bonds for construction of the Civic Center Wastewater Treatment Facility - Phase I Project.

- On April 25, 2016 the City approved a Professional Services Agreement with Stradling, Yocca, Carlson, & Rauth for bond counsel services for the Civic Center Wastewater Treatment Facility - Phase I Project.

- On April 25, 2016 the City approved a Professional Services Agreement with Stifel Nicolaus for Bond Underwriting Services for the Civic Center Wastewater Treatment Facility - Phase I Project.

- On May 19, 2016 the City received the fully executed Financial Agreement with State Water Resources Control Board (State Board) for the Civic Center Wastewater Treatment Facility Phase I Project.

- On May 23, 2016 the City approved the purchase agreement with the Malibu Bay Company for the land acquisition for the treatment plant site for the Civic Center Wastewater Treatment Facility - Phase I Project.
• On May 23, 2016 the City awarded a construction contract to Myers & Sons Construction, LP in the amount of $21,712,904.30 for the construction of the Civic Center Wastewater Treatment Facility – Phase I, Treatment Plant Project.

• On May 23, 2016 the City awarded a construction contract to Vido Artukovich & Son, Inc/Vidmar, Inc. JV in the amount of $20,451,881 for construction of the Civic Center Wastewater Treatment Facility – Phase I, Pipelines and Pump Stations Project.

• On May 23, 2016 the City awarded a construction contract to Cascade Drilling, LP in the amount of $2,128,341 for construction of the Civic Center Wastewater Treatment Facility – Phase I, Injection Wells Project.

• On May 23, 2016 the City approved Amendment No. 10 to the Professional Services Agreement with RMC Water and Environment for professional engineering design services during the construction phase of the Civic Center Wastewater Treatment Facility – Phase I Project.

• On May 23, 2016 the City approved a Professional Services Agreement with Mimiaga Engineering Group for construction management services during the construction phase of the Civic Center Wastewater Treatment Facility – Phase I Project.

• On June 2, 2016, the City conducted the regular bi-monthly Malibu Civic Center Stakeholders meeting.

• On June 29, 2016, the City conducted a groundbreaking ceremony at the wastewater treatment plant site for the Civic Center Wastewater Treatment Facility – Phase I Project.

• The City’s water quality monitoring consultant, Rincon Consultants, continues to collect baseline background data for the project’s Groundwater/Surface Water Monitoring Programs.

• Continued to work with Los Angeles County Waterworks District 29 to seek possible recycled water demand opportunities further west of the Civic Center Area of Malibu and process the necessary documents to finalize the SRF loan application.

• Continued to conduct regular monthly meetings with Stakeholders and Stakeholder groups to discuss the Civic Center Wastewater Treatment Facility Project.

In general, the City has awarded the three construction contracts for construction of the Civic Center Wastewater Treatment Facility Project and all three Contractors were issued official Notices to Proceed after the groundbreaking ceremony. At this time, construction of the Civic Center Wastewater Treatment Facility Project is now in full operation and, notwithstanding any unforeseen delays, it is expected to be completed on time.

The City continues to implement the groundwater and surface water monitoring program as required by the project permits. The second quarter 2016 water monitoring report was recently
completed and submitted to the RWQCB. Staff continues to also hold bi-monthly meetings with stakeholders and stakeholder groups as needed to keep them informed of the progress of the project.

As you can see, the City is still committed to working with the community, and the State and Regional Water Boards in a diligent effort towards the completion of the wastewater treatment facility for the Civic Center area. The City also recognizes and appreciates the Regional Board’s help and cooperation with revising the MOU Phase 1 and 2 completion dates. Although the City still faces a monumental task in completing this project within the Regional Board’s and revised MOU completion dates, we are very proud of the work we have accomplished thus far, and are fully committed to cooperatively working with the State and Regional Boards in making every effort to complete this highly complex and very expensive wastewater project within the time allowed.

If you have any questions, or require additional clarification, please do not hesitate to contact me at (310) 456-2489, extension 247, or bbrager@malibucity.org.

Sincerely,

Robert L. Brager, PE, JD
Public Works Director/City Engineer

cc: Mayor Lou La Monte and Honorable Members of the Malibu City Council
Reva Feldman, City Manager
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