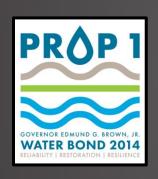


Groundwater Remediation Status

Board of Directors December 7, 2016

Prop 1 Funding - First Round

OCWD submitted final grant applications for:



- North Basin
 - EW-1 initial project
 - RI/FS planning grant
- South Basin:
 - RI/FS planning grant
- Total request
- Award expected in January, 2017

- \$ 900,0000
- \$ 1,000,000

- \$ 1,000,000
- \$ 2.9 million

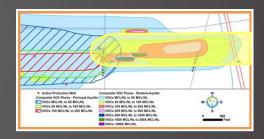
North Basin RI/FS

- Currently preparing:
 - 1. Work Plan & schedule for the overall RI/FS
 - 2. Sampling and Analysis Plan (SAP) for the installation of 14 monitoring wells at 8 locations
 - 3. Securing well access in the streets of Fullerton, Anaheim, and possibly private property
 - 4. Mitigated Negative Declaration to meet CEQA requirements
 - The RI/FS Work Plan and SAP are due to EPA by January 12, 2017



North Basin EW-1

- Pumping system with discharge to Sanitary Sewer, 1,000 gpm
- Preconstruction meeting held with Pacific Hydrotech, City of Fullerton, and gradeseparation contractor on November 1, 2016
- Contractor preparing detailed schedule and submittals
- Mobilization expected in February, operational late 2017



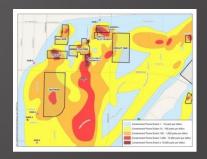
NB Regulatory Update USEPA

- EPA did first public presentation here last Friday, 12-2-16
- RI/FS work plans and schedules due January 12, 2017



South Basin RI/FS

- Data Gap Monitoring Well Construction Management Agreement with Avocet signed
- Drilling specifications and request for bids being prepared
- Community Involvement & Field Sampling Plans submitted to RWQCB & DTSC for review and comment.
- Meeting with DTSC on 11-28-16 regarding status of:
 - Oversight Agreement
 - PRP remedial investigation in central area
 - Pilot study near Hotel Terrace



MTBE

- Status of Shell & BP Appeal
 - Oral Arguments on Monday 12-5-16 in NYC
- Federal Court Schedule for Other Oil Companies:
 - December February Various motions and hearings
 - March, 2017 Trial Begins
- Parties are exchanging offer & counteroffer letters. District will work toward a possible settlement agreement, while also preparing for trial