

Lebanon Valley Conservancy, Inc.

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Lebanon PA 17042
717-273-6400

January 14, 2020

RA-EPSCROWATERSHEDGR@pa.gov
Jineen Boyle, Watershed Manager
Department of Environmental Protection
South-central Regional Office
909 Elmerton Avenue | Harrisburg, PA 17110

Subject: C990000639, Submission of Quarterly Work Progress Report

RE: Project Progress Quarterly Report for the 4th Quarter 2019, Grant Document/Contract Number C990000639, Water Quality Improvement Grant, "**Snitz Creek No. 2, Quittapahilla Watershed**", Lebanon Valley Conservancy, Inc.

Dear Jineen:

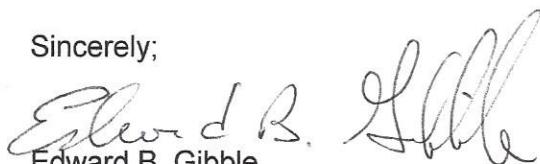
Enclosed please find our 4th quarter Project Progress report for our Grant. Report is for the period 07/22/19 to 12/31/19. No report was submitted for the 3rd quarter because project is on hold until one remaining LOA is executed. Application for Reimbursement will be submitted in future when LVC takes project off hold.

The report and includes the following forms and documents:

- DEP Work Progress Form Report
- Project Status Narrative
- Invoice #1 showing billing for project previously billed for information
- Accounting of billing sheet for information.

If you have any questions, please contact me at 717 821 2021 or email me.

Sincerely;



Edward B. Gibble
LVC President

Work Progress Report (Complete for Each Deliverable – Including those with no activity)

DEP Project Advisor: Jineen Boyle Report Period: 07/22/2019 to 12/31/2019

Grantee: Lebanon Valley Conservancy Inc. Document Number: C990000639

Project Name: Snitz Creek No. 2, Quittpahilla Watershed

This Progress Report completed by: (name): Karen Feather

Deliverable #: 1 Deliverable Title: Snitz Creek Project #2-Design and Permitting

Deliverable % Complete and Status:

Deliverable % complete: 20%. No work on project has been done since 7/20/19 when project was placed on hold by LVC because one land owner changed his mind on executing the LOA. He had signed the preliminary agreement then changed his mind for the final LOA. See narrative attached for detail.

Deliverable #: N/A Deliverable Title: _____

Deliverable % Complete and Status:

Deliverable #: N/A Deliverable Title: _____

Deliverable % Complete and Status:

Deliverable #: N/A Deliverable Title: _____

Deliverable % Complete and Status:

**If the project has more than four deliverables, this page may be duplicated.

Proposed Activities for Next Quarter: Glenn Krall, Land Owner Agreement is expected to be executed by end of Febuary. Then continue on completing work in progress for Task 3, Field Studies and Design Criteria. Start Task 2, Hydraulic, Task 4, Preliminary Design, and Task 6, Local, State and Federal permit Applications.

**Snitz Creek #2 Project Status Narrative for Work in Progress Report for 4th Quarter
Report
01/13/2020**

As of July 20, 2019 Clear Creeks, Design Engineer, completed approximately 20% of the work covered by our contract. However, given the concerns raised by the Krall Family regarding their participation in the project, Clear Creeks has halted all work on this project. We will not be doing any further work until we have been notified to proceed by DEP and LVC.

QWA and Clear Creeks gave presentations to the Cornwall Borough Commissioners, as well as the Borough Council.

The Council voted to support the project with a funding match of \$100,000 for construction and \$16,000 to pay the Krall's for an easement on their land.

The Krall's were approached by John Karinch, Council President with this offer. He indicated that the Krall's want \$21,000 per acre for their land.

Prior to Christmas, the Council was in negotiations with them. Mr. Karinch indicated that the Council is offering to waive the MS4 Storm water Fee that the Krall's will be required to pay in the near future. For them, that fee would be \$8,500 annually. We are waiting to hear back from the Cornwall Borough Council.

See Attached Accounting of Invoices and Invoice #1 sent on 7/21/19. Invoice #1 payment is on hold and no Application for Reimbursement have been forwarded since the 7/21/19 invoice.

Background Information

Funding for the Design and Permitting of the Snitz Creek 2 - Stream and Floodplain Restoration Project was applied for in June 2018 under a Water Quality Improvement Grant along the Mariner East 2 Pipeline Corridor. At the time of grant application all nine landowners along the project area signed Letters of Commitment. Grant approval was obtained in early spring 2019 with contracts executed in May 2019. The field-run topographic survey, geomorphic assessment and environmental inventories were completed between late May and late June.

By mid-July, all landowners had signed the Landowner-Grantee Agreement except Glen and Linda Krall. They informed the QWA that they had changed their minds about participating in the project. They indicated that they had decided not participate unless they were compensated for the two acres they had agreed to donate for floodplain restoration and wetlands creation. Because they own 97% of stream channel along the Snitz Creek 2A section and all of the proposed wetland creation area, all work on the project has been put on hold.

In the intervening two months, the QWA and DFTU have been coordinating with the Lebanon County office of NRCS to determine if the Krall Farm would be eligible for compensation under one of their conservation programs. Based on their discussions, it appears that compensation would be limited to \$250 per acre annually. Research by DFTU indicates the value of their land in annual production of soy beans is \$600 - \$800.

More recently, Clear Creeks suggested to QWA and DFTU that compensation might come from funding provided by the Cornwall Borough. Like other municipalities, the Cornwall Borough must meet MS4 pollutant reduction requirements. We were already planning to request matching funds from the Borough at the time we apply for construction grants. Prior to approaching the Borough about purchasing a permanent easement or buying the land outright.

Lebanon Valley Conservancy, Inc.

Invoice # 1 Project Cost Invoice for Reimbursement 7/21/2019
 Snitz Creek Project #2 - Design and Permitting (WQIP Along the Mariner East 2 Pipeline)

Date: 7/21/2019

Category	Task or Item	\$/mc	Units Invoiced	Billing for Period		Start/Award Date	10/16/2018
				Description	Grant Request		
				GC Grant document number: C990000639	11/1/2018		
				Cost per Unit(Rate)	Billing for Period	7/21/2019	
					Grant Request		
Salaries/Benefits-Grantee Staff Only							
Executive Director			41.00	\$ 24.64	\$ 1,010.24		
					\$ 1,010.24		
Travel							
Miles			94	\$ 0.545	\$ 51.23		
Meals					\$ -		
Logging					\$ -		
					\$ 51.23		
Equipment & Supplies							
					\$ -		
					\$ -		
Administration							
Lebanon Valley Conservancy			Months				
Office rent			7	\$ 37,500.00	\$ 262.50		
Printing, copying, postage			7	\$ 57,500.00	\$ 402.50		
Telephone, Internet web			7	\$ 38,500.00	\$ 269.50		
Insurance			7	\$ 46,250.00	\$ 323.75		
Accounting Book Keeper of LVC			11.75	\$ 22.40	\$ 263.20		
					\$ 1,521.45		
Contractual							
Contractor Salaries							
Clear Creeks Consulting (Prime Contractor)			1	\$ 2,000.00	\$ 2,000.00	CC Invoice #1	
			1	\$ 3,500.00	\$ 3,500.00	CC Invoice #1	
			1	\$ -	\$ -		
			1	\$ -	\$ -		
			1	\$ 631.12	\$ 631.12	CC Invoice #2	
					\$ -		
Environment Planning and Restoration, Inc (Subcontractor #1)			1	\$ -	\$ -		
			1	\$ -	\$ -		
			1	\$ -	\$ -		
			1	\$ -	\$ -		
			1	\$ -	\$ -		
			1	\$ -	\$ -		
			1	\$ -	\$ -		
Other Contractual							
Foothills Consulting (Subcontractor #2)			1	\$ 21,111.00	\$ 21,111.00	CC Invoice #1	
Ellis Lee Hossetter-Audit, IRS & State Filings			7	\$ 15,620.00	\$ 109.34		
					\$ 27,351.46		
Construction							
Materials					\$ -		
Labor					\$ -		
					\$ -		
					\$ -		
					\$ -		
Total					\$ 29,934.38		
			1	Salary/Benefits	\$ 1,010.24		
			2	Travel	\$ 51.23		
			3	Equipment & Supl	\$ -		
			4	Administration	\$ 1,521.45		
			5	Contractual	\$ 27,351.46		
			6	Construction	\$ -		
			7	Other	\$ -		
				Total	\$ 29,934.38		

Snitz

TLVC Accounting of Invoices for payment for Snitz 12/31/2019	Date invoice to DEP	Amount Invoiced	Working Capital Provided=	Received and No payments made	% complete \$
Clear Creeks invoice #	7/21/2019	26,611.00	\$ 31,818.80		
invoice 1	7/21/2019	631.12		\$0.00	
invoice 2	7/21/2019			\$0.00	
No new invoices to date-on hold since 7/22/19					
Total			\$ 27,242.12	\$ 145,135.00	19%
TLVC Salary, Administration and Contractual for LVC invoice #					
Invoice 1	7/21/2019	2,692.26		\$0.00	
Invoice 2-not billed	1/13/2020	1,945.93		Not billed	
Total			\$ 2,692.26	\$ 5,639.00	48%
Grand Total invoiced to DEP as of 1/13/20			\$ 29,934.38	\$ 150,774.00	20%

Notes:

We will be reimbursed 100% until reaching 85% of total project amount including WC of our billings to DEP. At project close out the remaining 15% will be paid.