



**WATER QUALITY IMPROVEMENT GRANT
PROGRAM
GRANT AGREEMENT EV03-0135
ADEQ Project # 6-019**

Project Title: West Clear Creek Tributary Watersheds
Project Expiration Date: 1/31/2006

This Grant Agreement is established between the State of Arizona Department of Environmental Quality, located at 1110 W. Washington Street, Phoenix, Arizona, 85007 ("ADEQ" or "Grantor") pursuant to Arizona Revised Statutes (A.R.S.) § 41-2701 et. seq. and A.R.S. § 49-104 and M Diamond Management LLC ("Grantee"). This Grant Agreement incorporates the following documents: the ADEQ Water Quality Improvement Grant Program Request for Grant Applications (EV03-0135), the 2002-2004 Water Quality Improvement Grant Manual, the Grant Application as submitted by the Applicant including any written clarifications, as well as the Water Quality Improvement Grant Agreement Terms and Conditions, Appendix A - Approved Project Budget, and Appendix B – Approved Project Milestones, contained herein; and any amendments developed as part of this Agreement.

Special Conditions:

1. Appendix A is the approved project budget and any adjustments must be pre-approved by ADEQ.
2. Applicant must receive certification from the State Historic Preservation Office (SHPO) prior to beginning work.
3. Applicant must obtain ADEQ approval on all information pertaining to this project that is used as promotional or educational materials, including but not limited to, Web site information, brochures, signage, etc.
4. All applicable permits and certification must be obtained prior to beginning work on this project.
5. Applicant must submit written approval of project tasks to be completed on U.S. Forest Service (USFS) property and a written commitment from the USFS for operation and maintenance of those facilities to ADEQ before any work can begin on the project.

IN WITNESS WHEREOF the parties hereto agree to carry out the terms of this Grant Agreement.

M Diamond Management LLC

Margaret E. Ingham 1/22/04
Signature of Authorized Individual and Date

Margaret E. Ingham
Printed Name Title
Managing Member

Arizona Department of Environmental Quality

Karen L. Smith 1/22/04
Signature and Date

Karen L. Smith, Director, Water Quality Division

APPENDIX A - Project Budget

M DIAMOND MANAGEMENT LLC

West Clear Creek Tributary Watersheds

Contract #EV03-0135 - Project #6-019

ADEQ EXPENSES				
Description	ADEQ Budget	Applicant MATCH	Donated MATCH	Total Funds Requested + Match
ADMINISTRATIVE COSTS				
Reports, Coordination, Dissemination	\$3,802.00	\$0.00	\$0.00	\$3,802.00
DIRECT COSTS				
NEPA Clearances, FS Costs	\$56,470.00	\$0.00	\$0.00	\$56,470.00
Fence Contract	\$25,000.00	\$0.00	\$0.00	\$25,000.00
Treatments	\$118,565.00	\$0.00	\$0.00	\$118,565.00
Equipment +Labor:				
Dams & Headcuts	\$0.00	\$23,000.00	\$0.00	\$23,000.00
OHV Restoration	\$0.00	\$7,500.00	\$0.00	\$7,500.00
P-J Treatments	\$0.00	\$56,000.00	\$0.00	\$56,000.00
Other:				
Grant for Well	\$0.00	\$5,000.00	\$5,000.00	\$10,000.00
Grant for Agri-axe	\$0.00	\$59,700.00	\$0.00	\$59,700.00
PERSONNEL				
Labor - Monitoring	\$13,270.00	\$2,500.00	\$0.00	\$15,770.00
Labor - Watershed	\$7,070.00	\$1,200.00	\$0.00	\$8,270.00
SUB-TOTALS	\$224,177.00	\$154,900.00	\$5,000.00	\$384,077.00

Match Required: \$149,451