



US 460
 Frankfort, KY 40601
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December 12, 2019

Teresa Shields, Area Specialist
 Rural Development
 220 West First Street
 Morehead, KY 40351

Re: Final Engineering Report
 A.C. Water Line Replacement Project
 Western Fleming Water District
 HMB #4250

Dear Mrs. Shields:

As you are aware, the above referenced project was bid November 13, 2019. After incorporating Deductive Bid Alternates #1, #2 and #3, Boca Enterprises, Inc. from Hager Hill, KY was the low bidders with a bid of \$1,676,271.00

Following is a summary of the financing and budget for this project:

	<u>Project Budget</u>	<u>Letter of Conditions</u>	<u>As Bid</u>
Development		\$1,638,000	\$1,676,271
Highway Engineering	Land and Rights	\$5,000	\$2,000
Structural Engineering	Legal & Administration	\$30,000	\$40,000
Water & Wastewater	Engineering	\$226,000	\$226,000
Site Development	Interest	\$10,000	\$10,000
Right-of-Way	Miscellaneous	\$20,000	\$13,000
Master Planning	<u>Contingencies</u>	<u>\$151,000</u>	<u>\$112,729</u>
Environmental Planning	Total Project Cost	\$2,080,000	\$2,080,000

Financing:

	<u>Funding Source</u>	<u>Letter of Conditions</u>
Surveying	RUS Grant	\$270,000
Project Management	RUS Loan	\$810,000
Cost Estimation	ARC Grant	\$300,000
Construction Inspection	HUD-CDBG Grant	<u>\$700,000</u>
Aviation Services	Total Project Cost	\$2,080,000

It appears this project can be completed within the available funding. Therefore, we recommend this contract be approved and allowed to go forward. Please contact us if there are any questions.

If you have any questions or need additional information, please call.

Sincerely,

HMB Professional Engineers, Inc.

Jeff Reynolds, P.E.

