



PAT MCCRORY

Governor

DONALD R. VAN DER VAART

Secretary

KIM H. COLSON

Director

February 1, 2016

The Honorable William G. Terry, Mayor
Town of Pittsboro
635 East Street
Pittsboro, NC 27312

SUBJECT: Clean Water State Revolving Fund
Letter of Intent to Fund
Wastewater Treatment System Improvements
September 2015 Application Cycle
CS370413-06

Dear Mayor Terry:

The Division of Water Infrastructure has reviewed your application to the Clean Water State Revolving Fund (CWSRF) program, and the State Water Infrastructure Authority has approved your project as eligible to receive a low-interest loan. The total loan amount will be \$21,585,500 at a maximum interest rate of 1.84%. A loan fee of 2% will be invoiced after bids have been received.

Please note that this intent to fund is contingent on approval of the loan through the Local Government Commission and on meeting all of the following milestones:

Table with 2 columns: Milestone, Date. Rows include Engineering Report Submittal (June 1, 2016), Engineering Report Approval (November 1, 2016), Bid and Design Package Submittal (May 1, 2017), Bid and Design Package Approval (September 1, 2017), Advertise Project, Receive Bids, Submit Bid Information, and Receive Authority To Award (January 2, 2018), and Execute Construction Contract(s) (February 1, 2018).

The first milestone is the submittal of an Engineering Report by close of business on June 1, 2016. The Engineering Report must be developed using the updated guidance found on our website (http://portal.ncdenr.org/web/wi/home). Failure to meet any milestone may result in the forfeiture of CWSRF funding for the proposed project.



State of North Carolina | Environmental Quality | Water Infrastructure

1633 Mail Service Center, Raleigh, North Carolina 27699 | Location 512 N. Salisbury Street, Raleigh, North Carolina 27604

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Upon detailed review of the project during the funding process, it may be determined that portions of your project are not eligible for CWSRF funding and the total loan amount may be reduced. Additionally, changes in the scope or priority points awarded – based on additional information that becomes apparent during project review – may also result in changes to the total loan amount and loan terms.

Davis-Bacon Requirements and American Iron and Steel Provisions

Projects funded through the CWSRF program must comply with Davis-Bacon wage requirements and American Iron and Steel provisions. You can find standard specifications covering these requirements on our website.

General Assembly Notification Requirements

In accordance with G.S. 120-157.1 through 157.9, enacted on June 24, 2011, local government units with projects that require debt to be issued greater than \$1,000,000 **must** submit a letter to Committee Chairs, Committee Assistant, and the Fiscal Research Division of the General Assembly at least 45 days prior to presentation before the Local Government Commission. You are responsible for submitting this letter and providing a copy to the Division of Water Infrastructure upon receipt of this approval letter.

Brooks Act Compliance

Projects funded through the CWSRF program must comply with the federal Brooks Act for the selection of architectural and engineering services. CWSRF projects cannot be exempted from qualification based selection of these services under N.C.G.S. 143-64.32. Any services provided that were not selected in compliance with federal requirements will be ineligible for reimbursement.

If you have questions, please contact Seth Robertson, PE, Chief, State Revolving Fund Section at 919-707-9175.

Sincerely,



Kim H. Colson, P.E.



CC: Carl W. Scharfe, PE, The Wooten Company, Raleigh
Anita E. Reed, PE
Mark Hubbard, PE
SRF File