



Water Infrastructure
ENVIRONMENTAL QUALITY

PAT MCCRORY

Governor

DONALD R. VAN DER VAART

Secretary

KIM H. COLSON

Director

August 9, 2016

Mr. Bryan Gruesbeck, Town Manager
Town of Pittsboro
PO Box 759
Pittsboro, North Carolina 27312

SUBJECT: Authority to Award
Project No. CS370413-05
Priority Sewer Rehab Project - 2016

Dear Mr. Gruesbeck:

The Project Bid Information documents, including the Disadvantaged Business Enterprise (DBE) solicitations, have been reviewed for the subject project. The project budget is approved as follows:

<u>Project Expenses</u>	<u>Total Amount</u>	<u>Eligible Amount</u>
Herring & Rivenbark.	\$ 382,293.00	\$ 382,293.00
Contingency	19,115.00	19,115.00
Technical Services(Planning & Design)*	55,210.00	55,210.00
Technical Services(Construction Phase)*	42,550.00	42,550.00
Legal, Testing, Etc.*	0.00	0.00
Other (Surveying & Easement)*	17,065.00	17,065.00
Closing Costs	9,890.00	
Total Eligible Costs		\$ 516,233.00**

* Subject to further review

** Loan amount is \$494,500. Local funds will make up the difference.

Please note that the loan amount is restricted to the eligible costs noted above. This amount may be less than the amount in the executed Loan Offer. If costs increase during construction please contact the Division regarding the possibility of increasing the loan. Loan increases will only be considered to cover unforeseen conditions and will not be considered for any increases to the scope.

Closing costs for the SRF is 2% of the loan amount, which is \$9,890. Please use the attached invoice and remit payment within 30 days of the date of this letter.



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

919 707 9160 T

You may award the contract and issue work orders to begin construction. Please provide Pam Whitley of this office with an original executed bound contract with specifications and Notice to Proceed. The approval of contracts is not required prior to issuance of work orders, but no payments can be made until the contract documents have been approved. Additionally, please note that this office will not process any payments until we receive the executed loan agreement. The loan agreement will be processed once the Local Government Commission approves the loan.

The subcontractors in the table below, and their DBE status, are noted as part of this Authority to Award. Should any of these subcontractors not be able to perform the work noted, the selection of a new subcontractor will entail utilizing "Good Faith Efforts" again and providing this office with that evidence.

TRADE	SUBCONTRACTOR	PRICE	DBE CERTIFICATION
Manhole Rehab	D&S Contractors	\$20,535.50	N/A
Cast-In-Place Pipe	Insituform Technologies	\$152,049.00	N/A
Erosion Control/Seeding	A-K Utilities	\$114,537.00	N/A

All Payment requests must be supported by adequate documentation of costs. Your attention is directed to the special loan conditions included with your loan agreement regarding items that must be addressed prior to payments being made for construction costs.

The assigned inspector for your project is Gerald Horton. Please contact him prior to scheduling the preconstruction conference. He will need to be in attendance at this first meeting. His contact information is gerald.horton@ncdenr.gov. Please be advised that all change orders must be forwarded to the inspector for review and approval. Your construction of this project is a step forward in protecting our valuable water resources.

If you have questions regarding this matter, you may contact Keith Krzywicki at (919) 707-9184.

Sincerely,



Mark L. Hubbard, P.E.
Grant Management Unit

Attachment

cc: Becky Smith, PE; Hydrostructures (Pittsboro, NC)
Jennifer House
Pam Haven, Pam Whitley, Gerald Horton
SRF



Date: August 9, 2016

INVOICE

NORTH CAROLINA DEPARTMENT OF ENVIRONMENTAL QUALITY

Payable to: NC/DEQ-DWI

Mail to: *Attention: Ms. Pam Haven*
Division of Water Infrastructure
1633 Mail Service Center
Raleigh, NC 27699-1633

Bill To: Mr. Bryan Gruesbeck, Town Manager
Town of Pittsboro
PO Box 759
Pittsboro, North Carolina 27312

Item: Two percent closing fee for SRF Project No. CS370413-05

Loan Amount: \$494,500

Closing Fee Amount: \$ 9,890

PAYMENT IS DUE WITHIN 30 DAYS OF THIS INVOICE

FOR USE OF DIVISION OF WATER INFRASTRUCTURE

Deposit to Fund _____ Amount Paid _____



