

TOWN OF LEDYARD
CONNECTICUT
MAYOR'S OFFICE

741 Colonel Ledyard Highway
Ledyard, Connecticut 06339
(860) 464-3221
(860) 464-1126 (Fax)

March 24, 2014

Mr. Cameron Walden
Supervising Sanitary Engineer, Capacity Development Unit
Drinking Water Section
CT Department of Public Health
410 Capitol Avenue, MS #51 WAT
PO Box 340308
Hartford, CT 06134-0308

**Re: Project DWSRF No. 2010 0727051a - Water Main Extension To Aljen Heights
Water Pollution Control Authority, Ledyard, CT**

Dear Mr. Walden:

In connection with the Town of Ledyard Water Main Extension to Aljen Heights project, this letter is to request revision (increase) to the DWSRF Loan Agreement and in DWSRF funding for the project. We have discussed the budget revision with Mr. Raul Tejada and believe the budget revision is necessary and justified and is principally based on the inclusion of Phase 1B, "Construction of the Booster Pump Station" in DSWRF funding. Savings in construction costs of Phase 1A and 2 has reduced the required budget increase to less than 40 % of the bid price of the booster pumping station (Phase 1B). We offer the following comments/justification on the revised budget:

Project Categories

- Administrative Reduce budget by \$5,000 – Project administrative costs have been less than anticipated.
- Prof. Services No change
- Construction Ph. 1A Reduce budget by \$77,341.66 – construction complete; currently in one year guarantee period; only payment remaining is release of retainage (\$1,674,990.71 paid to date + \$34,183.48 retainage = \$1,786,515.85 revised budget)

Project DWSRF No. 2010 0727051a

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- Construction Ph. 1B Increase budget by \$547,000.00 – project was bid and awarded Fall 2013; construction has begun and is expected to be completed late Spring 2014 – at time of IMF Budget execution project had not been bid; the budget revision is to fund the cost of the BPS (an integral part of the project)

- Construction Ph. 2 Reduce budget by \$93,362.35 – construction complete; currently in one year guarantee period; only payment remaining is release of retainage (\$2,085,962.19 paid to date + \$42,570.66 retainage =
\$ 2,128,532.85 revised budget)

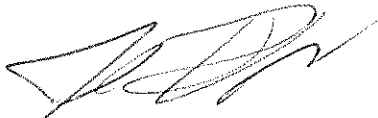
- Contingency Reduce budget by \$117,950.00 – construction of two watermain Projects is complete; currently in one year guarantee period; contingency is for booster pumping station construction only.

- Closing Costs Reduce budget by \$47,000.00 – Project closing costs appear to have been over-estimated.

- Total Project Costs Increase budget by \$206,354.99; less than approximately 40% of booster pumping station bid; remainder of BPS costs offset by savings / reductions in other items.

Attached is the DWSRF Budget Revision Request Form” as noted in the information supplied by Mr. Tejada. Should you have any question or require additional information please do not hesitate to contact us.

Sincerely,



John Rodolico, Mayor
Town of Ledyard

enc.

c: Charles Karno
Marcia Hancock
Raymond Valentini (Groton Utilities)
Richard Johnson (Amory Engineers, P.C.)
R. Tejada

DWSRF Budget Revision Request Form

Loan Municipality Name Ledyard WPCA	PWSID Number CT0727051	Loan Agreement Number 2013-7011	Budget Revision Request #2
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(Complete When Modifying the Project Budget AFTER Loan Agreement Execution)

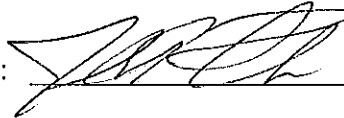
Project name Ledyard WPCA-Gales Ferry System	DWSRF # 2010 0727051a	Loan Agreement Period From 12/07/2012 to 6/30/2014
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Project categories funded:	Identify the source of funding for each category:	Original amount of non-DWSRF funds:	Original amount of DWSRF funds:	Change (+ or -)	Revised amount of non-DWSRF funds:	Revised amount of DWSRF funds:	Total categorical costs:
Administrative	DWSRF	0.00	\$10,000.00	(\$5,000)	0.00	\$5,000.00	\$5,000.00
Land, Structures, Right of Way, Appraisals, etc.	N/A	0.00	0.00	0.00	0.00	0.00	0.00
Professional Services	DWSRF	0.00	\$265,000.00	0.00	0.00	\$265,000.00	\$265,000.00
Construction-Phase 1A	DWSRF / DPW	\$598,244.35	\$1,786,515.85	(\$77,341.66)	\$598,244.35	\$1,709,174.19	\$2,307,418.54
Construction-Phase 1B	DPW	\$350,000.00	0.00	\$547,000.00	0.00	\$547,000.00	\$547,000.00
Construction-Phase 2	DWSRF / DPW	\$299,625.01	\$2,221,895.20	(\$93,362.35)	\$299,625.01	\$2,128,532.85	\$2,428,157.86
Contingencies	DWSRF / DPW	\$62,000.00	\$200,000.00	(\$117,950.00)	\$62,000.00	\$82,050.00	\$144,050
Miscellaneous (please explain)	N/A	0.00	0.00	0.00	0.00	0.00	0.00
Closing Cost	DWSRF	0.00	\$67,000.00	(\$47,000.00)	0.00	20,000.00	\$20,000.00
TOTAL PROJECT COSTS		\$1,309,869.36	\$4,550,411.05	\$206,345.99	\$959,869.36	\$4,756,757.04	\$5,716,626.40

PROJECT BUDGET AND FUNDING SOURCES

Requested by:

Name: John A. Rodolico, Mayor Signature: _____
(name of authorized loan Municipality representative)



Date: 3-24-14

Approved by DWSRF Program:

Name: _____ Signature: _____ Date: _____

Reviewed by CGMS:

Name: _____ Signature: _____ Date: _____