

{{LETTERHEAD}}

DATE

Sierra Gonzalez
Grant Manager
Texas General Land Office
1700 Congress Avenue
Austin, TX 78701

RE: City of Iowa Colony CDBG-MIT MOD #24-065-009-E166: Change Request – Budget Adjustment

Dear Ms. Gonzalez,

The City of Iowa Colony is requesting an adjustment to the budget for the above referenced project. The original budget for construction consisted only of \$814,980.00 in grant funds with no expected local commitment. Bids for construction came in significantly over this budget. Additionally, the City procured a materials testing contract in the amount of \$45,225.00. During the course of construction, change orders reduced the total construction cost by \$16,714.95 bringing the final construction contract amount to \$1,641,319.90. This brings the City's local commitment for construction to \$871,564.90.

The administrative and environmental services for this project are contracted with Public Management, Inc and are paid locally. The total contract amount for these services is \$75,000. The TIGR budget reflects this incorrectly, showing \$75,000 for administration and an additional \$5,000 for environmental. It should instead reflect \$70,000 for administration and \$5,000 for environmental services. An additional environmental study was required, totaling \$9,900 and bringing the entire environmental services cost to \$14,900.

These local commitments along with the \$8,680 of engineering costs funded locally brings the City's entire local commitment to \$965,144.90. The construction project has now been completed and the Certificate of Construction Completion is being reviewed. No further changes in costs are anticipated. Total project costs including grant and local funds are \$1,923,944.90.

Attached you will find an updated budget tool indicating the reallocation of funds requested. If you have any questions or need additional information, please do not hesitate to contact the City of Iowa Colony or our grant manager, Megan Flynn (mflynn@publicmgt.com).

Sincerely,