



DEPARTMENT OF THE ARMY
ALASKA DISTRICT, U.S. ARMY CORPS OF ENGINEERS
P.O. BOX 6898
JBER, AK 99506-0898

March 7, 2023

Petersburg Borough
ATTN: Mr. Stephen Giesbrecht
P.O. Box 329
Petersburg, Alaska 99833

Dear Mr. Giesbrecht:

The U.S. Army Corps of Engineers (USACE) is requesting \$635,000 for dredging of the local service facility, outlined as Area 4. This request is in accordance with the Project Partnership Agreement for Petersburg Navigation Improvements, for an anticipated contract modification due to a request for equitable adjustment (REA) by the construction contractor.

This REA is due to a change in site conditions resulting from the encounter of hard material during dredging operations. USACE is awaiting additional documentation to complete the evaluation of the REA and modification to the contract. Based on current contractor submittals, the anticipated funding requirement for a contract modification to complete construction of the local service facility Area 4, which is a 100 percent Sponsor cost, is \$635,000. No cost increase is anticipated for the other local service facility (LSF) areas.

Please provide the requested amount of \$635,000 by check to the U.S. Army Corps of Engineers, Alaska District, Attn, Resource Management Room 160, 2204 3rd Street, JBER, AK 99506, within 60 days.

If you have any more questions or concerns, please feel free to contact the Project Manager, Kim Graham at (907) 753-2724, or email at Kimberley.A.Graham@usace.army.mil.

Sincerely,

A handwritten signature in black ink, appearing to read "Kim Graham".

Kim Graham
Project Manager

CC: Amanda Kelleher