

DEPARTMENT OF THE ARMY ALASKA DISTRICT, U.S. ARMY CORPS OF ENGINEERS

P.O. BOX 6898 JBER, AK 99506-0898

April 10, 2023

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

Dear Mr. Giesbrecht:

The Petersburg Navigational Improvements project has received the formal request-for-equitable-adjustment (REA) from the contractor, recorded as Serial letter H-0012, dated 27-March-2023.

The previous request for additional funding, dated 3 March 2023, had an anticipated increase of \$635,000 based on the preliminary values provided by the contractor and had not been formalized. The formal REA has requested additional funding for multiple line items which would result in increased costs for the General Navigation Features (GNF) and Local Service Facilities (LSF). Sufficient Sponsor funding for the increased costs to the GNF has already been provided and on hand. However, additional funding, in the amount of \$365,000, is required from the City of Petersburg for the increase to LSF line items. This additional funding requested brings the total Sponsor funding provided for LSF to \$1,000,000.

Please provide the requested amount of \$1,000,000.00 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,

Kim Graham Project Manager

CC: Amanda Kelleher