



State Water Resources Control Board

April 24, 2023

Rebecca Gipson
Board President
Frazier Park Public Utility District
P.O. Box 1525
Frazier Park, CA 93225

FINAL BUDGET APPROVAL (FBA); FRAZIER PARK PUBLIC UTILITY DISTRICT (RECIPIENT); FRAZIER PARK PUBLIC UTILITY DISTRICT METER REPLACEMENT PROJECT AND EMERGENCY WELL SUPPLY PROJECT (PROJECT); DRINKING WATER STATE REVOLVING FUND (DWSRF) PROGRAM; PROJECT NO. 1510007-002C

Dear Ms. Gipson,

Thank you for submitting your Final Budget Approval Form, received February 15, 2023, to establish final budget for Phase 2 of the Project which includes construction costs for installation of approximately 1,273 replacement residential and well water meters, associated appurtenances (meter boxes and service line replacements), connections, all contingencies, and soft costs for the Project.

This letter serves as DFA's approval of the Final Plan & Specifications (P&S) for Phase 2 of the Project dated April 2022 and August 2022, respectively, and includes a determination of eligible Project Costs (see Table 1). The specific construction eligibilities for the Project are as shown in Table 2 of this FBA.

Per Section B.6(c) of Agreement No. D20-02051 (Agreement), the Division of Financial Assistance (DFA) has reviewed your Final Budget Approval Form and agrees to reimburse eligible Project Costs, in accordance with the Agreement, up to \$3,464,036 consistent with the attached Final Approved Budget column shown in Table 1. Reimbursement of any amount above Final Approved Budget is not authorized without an amendment to the Agreement.

DFA's Project Manager will coordinate with DFA's Payments Unit so you may begin drawing construction funds consistent with the Final Approved Budget shown in Table 1. A Construction Contractor Spreadsheet, Form 259, is enclosed for your use for the Project, as well as updated Forms 260 and 261.

E. JOAQUIN ESQUIVEL, CHAIR | EILEEN SOBECK, EXECUTIVE DIRECTOR

If you do not consent to the Final Approved Budget in Table 1 or eligibility determinations contained in Table 2 for Phase 2 of the Project, you must notify DFA of your disagreement within fourteen (14) days. Please note, submitting a disbursement request pursuant to this FBA for Phase 2 will be treated as the Recipient's providing its explicit consent to the terms herein.

If you have any questions regarding the enclosed documents, please contact Mr. Lawrence Sanchez at (818) 551-2017 or by email at Lawrence.Sanchez@waterboards.ca.gov.

Sincerely,

Bridget Chase

Bridget Chase
Supervising Water Resource Control Engineer
Division of Financial Assistance

Enclosures (4)

1. Final Budget Approval Form
2. Form 259
3. Form 260
4. Form 261

State Water Resources Control Board

DIVISION OF FINANCIAL ASSISTANCE DRINKING WATER STATE REVOLVING FUND (DWSRF) PROGRAM FINAL BUDGET APPROVAL

Recipient: Frazier Park Public Utility District
 Project Title: Frazier Park Public Utility District Meter Replacement Project and
 Emergency Well Supply Project
 Project No.: 1510007-002C
 Agreement No.: D20-02051 (Agreement)

Table 1: Final Approved Budget

	INITIAL APPROVED BUDGET	INCREASE OR DECREASE	REQUESTED BUDGET	FINAL APPROVED BUDGET ^{1, 2, 3}
A. Construction	\$3,271,927	(\$657,040)	\$2,614,887	\$2,614,887
<i>Phase 1 – Well - Unified Field Services Corporation</i>	\$1,077,392	\$0	\$1,077,392	\$1,077,392
<i>Phase 2 – Meters - Brough Construction, Inc.</i>	\$2,194,535	(\$657,040)	\$1,537,495	\$1,537,495
B. Pre-Purchased Material/Equipment	\$0	\$0	\$0	\$0
C. Purchase of Land	\$0	\$0	\$0	\$0
D. Contingency ^{1,3}	\$388,256	\$391,744	\$780,000	\$343,283
E. Force Account	\$0	\$0	\$0	\$0
F. Allowances (Soft Costs)	\$337,244	\$168,622	\$505,866	\$505,866
<i>Planning/Design</i>	\$94,000	\$47,000	\$141,000	\$141,000
<i>Construction Management</i>	\$152,744	\$76,372	\$229,116	\$229,116
<i>Administration</i>	\$90,500	\$45,250	\$135,750	\$135,750
Total	\$3,997,427	(\$96,674)	\$3,900,753	\$3,464,036

¹ Cost adjustments between line items listed in Table 1 above may only be requested as part of the final disbursement request.

² The approved budget includes construction costs of \$2,614,887, \$343,283 of contingency, and all pre-purchased material/equipment, and soft costs for the Project.

³ The Contingency amount may be used to pay for eligible change orders approved by the Division, provided the costs are eligible and consistent with the approved scope of the project. The Contingency line item may not be increased above the approved Contingency during construction. At the Division's discretion, any unclaimed costs may also be used towards change orders as part of the final disbursement request. The change order approval may not: (1) increase the maximum amount of the financing agreement, (2) increase the term of the financing agreement, or (3) result in a substantial change in the Project scope.

The Project eligibility determination for the bid items shown in the schedule of values provided by the Recipient are as follows in Table 2.

Table 2: Eligibility Determination

CONTRACTOR		AMOUNT BID	APPROVED DWSRF COST
Brough Construction, Inc.		\$1,537,495	\$1,537,495
Bid Item	Description	Percent Eligibility	
1	Mobilization, Demobilization, Utility Locating, Permitting, and Clean-Up	100.0%	
2	5/8-inch x 3/4-inch Meter Replacement	100.0%	
3	1-inch Meter Replacement	100.0%	
4	2-inch Meter Replacement	100.0%	
5	Service Line Replacement	100.0%	
6	Meter Valve Replacement	100.0%	
7	Meter Box Replacement (Dirt/Gravel)	100.0%	
8	Meter Box Replacement (Concrete/Asphalt)	100.0%	
9	Furnish and Install Meter Read Software, Hardware, Computer Station, and Handheld Device	100.0%	
Bid Alternate: 1A	Upgrade to Advanced Metering Infrastructure (AMI) System including Propagation Study, towers, antennas, gateways, etc. for a fully functional system	100.0%	

Eligibility Determination Conditions of Approval are as follows:

1. Necessary insurance directly related to the construction contract and extending throughout the period of the construction contract will be eligible for financing. This includes builder risk insurance, public liability insurance, fire, and Project specific insurance.
2. Earthquake insurance and "Act of God" insurance are ineligible for funding.
3. Asphalt pavement, corresponding improvements, and excavation and refill materials due to trenching are limited to replacement of the trench width plus one foot on each side of the trench disturbed due to the construction work of the subject contract only. Full lane width paving or slurry seal is eligible only if required by ordinance or code.
4. The cost of local permits and licenses other than those issued by the Recipient are eligible for financing.
5. Review of the P&S by DFA is conducted to determine eligibility and administrative compliance with the DWSRF Policy. Issuance of this FBA for Phase 1 does not relieve the Recipient and the design engineer of their legal liability for the adequacy of the design.