



**DEPARTMENT OF THE ARMY**  
**JACKSONVILLE DISTRICT CORPS OF ENGINEERS**  
P.O. BOX 4970  
JACKSONVILLE, FLORIDA 32232-0019

REPLY TO  
ATTENTION OF

Programs and Project Management Division  
Ecosystem Branch

Ms. Melissa Meeker  
Executive Director  
South Florida Water Management District  
3301 Gun Club Road  
West Palm Beach, Florida 33406

Dear Ms. Meeker:

The U.S. Army Corps of Engineers (Corps) awarded the first construction contract for the Indian River Lagoon-South (IRL-S), Canal 44 (C-44) Reservoir and Stormwater Treatment Area (RSTA) on July 14, 2011 for \$32,420,192.50 to Phillips & Jordan, Inc. As part of the contract, the negotiated price for the relocation features (Citrus Boulevard Bridge, turning lanes, and culverts), was higher (\$2,153,000) than the initial estimate of \$1,983,000. Funds totaling \$1,983,000 were requested and received from South Florida Water Management District (SFWMD) on September 2010. An additional \$170,000 were requested and received on July 28, 2011 due to actual costs received on the bid proposal associated with the relocation features. The total amount of \$2,153,000 was applied to award the construction contract.

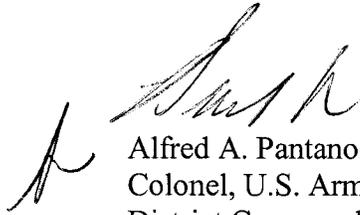
In accordance with the IRL-S Project Partnership Agreement (PPA), the SFWMD is responsible for 100% costs directly associated with the relocation features indicated above. This includes engineering during construction (EDC), construction supervision and administration by district office (S&A) and construction supervision and administration by field office (S&I). Because all funds received were applied to the construction award, we are in need of an additional \$258,360 for EDC and construction contract S&A and S&I costs.

EDC, S&A, and S&I are charged at a rate of 4.4%, 3.1%, and 4.5%, respectively, of the construction costs. For the relocation features, we are in need of \$94,732, \$66,743, and \$96,885, respectively, for EDC, S&A, and S&I, for a total of \$258,360. Additional sponsor cash may be required for the relocation features and costs associated for signed and sealed as-built drawings, agreed modifications to relocation features construction, or additional costs for EDC, S&A, and S&I.

In accordance with the IRL-S PPA, the SFWMD should provide cash in the amount of \$258,360 within 60 days of this request. The requested funds can be deposited into the SunTrust

Bank escrow account number 6785531 for transfer to the Corps working account for SFWMD's proportionate share of this project. You may also provide a certified check to "FAO, USACE, Jacksonville District, U.S. Army Corps of Engineers". If you require additional information, please contact Mr. Howard Gonzales, Chief Ecosystem Branch at (904) 232-2299 or Ms. Karen Tippett, Chief Program Management Branch at (904) 232-1016.

Sincerely,



Alfred A. Pantano, Jr.  
Colonel, U.S. Army  
District Commander