

October 12, 2011

Ms. LaJoyce Mullins-Williams
Lexington Fayette Urban County Government
301 Lisle Industrial Avenue
Lexington, KY 40511

Re: Contract Extension
LFUCG Sanitary Sewer System Assessment (SSSA)
Reports and Remedial Measures Plans
LFUCG PO – LF00075485

Ms. Mullins-Williams:

As discussed recently, our current purchase order for the SSSA reports and the Remedial Measures Plans (RMPs) referenced above has a maximum limit of \$2,000,000. Our proposal for professional services, which is a part of our contract with LFUCG, lists an estimated fee of \$2,752,000 for the preparation of three separate SSSA reports and three separate RMPs. Note that this report preparation fee does not include any of the Implementation Phase scope elements that are defined in the Scope of Services.

We have been authorized to proceed with five separate Task Orders to date, and Task Order 6 is required to complete the Reports portion of our scope of work. The table below is a summary of the current task orders.

PO and Task Orders	Authorized
LFUCG PO #LF00075485	\$2,000,000
Task Order 1	\$1,483,012
Task Order 2	\$34,846
Task Order 3	\$239,242
Task Order 4	\$59,400
Task Order 5	\$150,174
Total Task Order Amount	\$1,966,674
Remaining in PO	\$33,326

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Task Order 2 and over half of Task Order 3 were for initial Implementation Phase work. The remainder of Task Order 3 and all of task orders 1, 4, 5, and 6 relate to the Reports Phase scope of work.

A draft Task Order 6 has been prepared to complete the remaining portion of the Reports scope of work. The estimated cost for that task order is \$949,672. An amendment to our purchase order is required before Task Order 6 can be authorized, in addition to other future task orders related to Implementation Phase work requested of us during the contract term. The following is a listing of near-term Implementation Phase work that is included in our current scope of services and is necessary for a smooth and continuous transition into the Remedial Measures Plans implementation. The work described is anticipated to be required prior to the termination of our current contract in July 2013.

1. Providing assistance to Division of Water Quality personnel related to streamlining of processes that can result in "bottlenecks" in the program implementation, such as property acquisition, procurement of engineering services, etc.
2. Participation in meetings with LFUCG Council and/or staff, members of the public, and stakeholders as requested by DWQ to communicate the program and address identified needs.
3. Development of design services scoping documents for each capital construction remedial measure initiated during the contract term. We will also provide subsequent assistance with the reviews of design proposals and awarding of the design contracts, as requested by DWQ.
4. Management of the remedial measures design process as described in our Scope of Work item II(F)(2)(e).
5. Assistance with advertisement of the construction services contracts.
6. Attendance at construction progress meetings, and monitoring of the construction progress to ensure compliance with the schedule.
7. Quarterly and annual reporting.
8. Maintenance of the overall Remedial Measures Implementation Schedule.

Based on the current Implementation Plan developed for the Group 1 Remedial Measures Plan, design services are anticipated for nine (9) separate Group 1 projects during FY2013. It is not known at this time how many Group 2 or Group 3 projects will commence during that fiscal year. Significant construction is not anticipated until FY2014.


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Based on our estimates of the work that will be required or requested of us, we recommend that our contract amount be increased from the original \$2,000,000 to \$3,500,000 to reflect the work required to complete Task Order 6 and the Implementation Phase items listed above for the duration of the contract term (July 9, 2013).

Please review this information at your earliest convenience, and contact me at (859) 219-1126 with any questions or comments. Thank you for your attention to this matter.

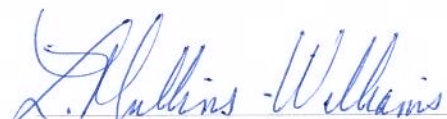
Very truly yours,
Hazen and Sawyer, P.S.C.



John B. Steinmetz, P.E.
Senior Associate

c: Charles Martin, DWQ
Gary Haubner

Approved By:

 11-9-11
DWQ Date

Mayor

Date

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Very truly yours,
Hazen and Sawyer, P.S.C.

A handwritten signature in blue ink that reads "John B. Steinmetz". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

John B. Steinmetz, P.E.
Senior Associate

c: Charles Martin, DWQ
Gary Haubner