

Engineering Services, Inc.

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April 20, 2010

Mr. Jim Bowen, President
Mt. Sherman Water Association
P.O. Box 323
Jasper, Arkansas 72641

RE: Letter of Recommendation
Shiloh Road and Murray Road Water Extensions
Newton County, Arkansas

Dear Mr. Bowen:

Attached is a certified copy of the bids received on April 12, 2010, for the Shiloh and Murray Road Water Extensions to serve the Mt. Sherman Water Association. There were a total of four (4) bidders on the project, and the low bidder was Red Rock Construction Co., LLC from Jasper, Arkansas, as follows:

Water Extensions (Shiloh & Murray Road)	\$111,190.00
Red Rock Construction Co., LLC - Jasper, Arkansas	

We are familiar with Red Rock Construction Co., LLC and know them to be experienced and qualified to perform the work covered by their contract. Based on the low bid received the project budget is as follows:

<u>ANTICIPATED PROJECT EXPENSES:</u>	<u>BASE BID</u>
Construction (Base Bid)	\$ 111,190.00
Engineering Design (10.0%)	\$ 11,119.00
Construction Observation (4.5%)	\$ 5,003.50
Legal / Administration	\$ 2,500.00
Contingency (10.0%)	\$ 11,119.00
TOTAL PROJECTED EXPENSES	\$ 140,931.50
TOTAL PROJECT FUNDS AVAILABLE FROM ANRC	\$ 180,000.00

It appears the project can be constructed for the funds available. In order to proceed, it is recommended the Mt. Sherman Water Association issue the Notice of Award to Red Rock Construction Co., LLC.

If you have any questions or need additional information, please do not hesitate to contact this office.

Sincerely,



Chris Waller, P.E.
Project Engineer

cc: Mr. Charly Crittenden, Arkansas Natural Resources Commission



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