

Jimmy Huntington Building  
714 Fourth Avenue, Suite 201  
Fairbanks, AK 99701



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PO Box 74040  
Fairbanks, AK 99707

## DOYON UTILITIES®

January 19, 2011

Ms. Martha Gray  
Division Chief/Contracting Officer  
DLA Energy  
8725 John J. Kingman Road, Suite 3830  
Fort Belvoir, VA 22060-6222

**Re: Explanation of cost overruns on project FWA-09-021 – FTW 336A – Aircraft Parts Storage at Fort Wainwright, Alaska.**

Dear Martha,

On February 24, 2010, we received a Notice to Proceed for the construction of the FWA-09-021 project with a budget of \$1,170,387.00 (includes the \$60,000 approved on September 16, 2009 for design work). This project, to install new water, wastewater electric and heat distribution systems to the FTW-336A Aircraft Storage Facility was completed in December 2010 with only minor activities such as grass seeding and minor landscape work remaining. This project will come in at approximately \$1,211,000, surpassing expected budget by just over \$40,000.

Project change orders drove the overage due to two unanticipated conditions; excavation into unknown contaminated soils and discovery of an unsafe utilidor joint.

In the future, we will coordinate with you prior to obligating additional funds to projects. Please feel free to contact me with any questions or concerns.

Best Regards,

A handwritten signature in black ink, appearing to read "Patrick J. Driscoll".

Patrick J. Driscoll, P.E.  
Vice President of Operations  
Doyon Utilities, LLC

CC: B. Koessel, Branch Chief/Contracting Officer, DLA Energy  
B. Sinigaglio, Utility Chief, FWA Garrison  
D. Diehl, COR, FWA Garrison  
J. Kalmbacher, COR, FWA Garrison

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## DOYON UTILITIES<sup>®</sup>

January 17, 2011

Ms. Martha Gray  
Division Chief/Contracting Officer  
DLA Contracting Division  
8725 John J. Kingman Road, Suite 3830  
Fort Belvoir, VA 22060-6222

**Re: Revised Cost Estimate for Project # FWA-09-021 - Service Connections to Building FTW-336A, Aircraft Parts Storage at Fort Wainwright, Alaska.**

Dear Martha,

On September 16, 2009, we received a Notice to Proceed (NTP) on the design and engineering of the FWA-09-021 project with a budget of \$1,170,387.00. This project, to install new water, wastewater, & heat distribution systems to the FTW-336A Aircraft Storage Facility, closed Dec. 2010, will be completed with a budget of at most \$1,210,875.00 surpassing expected budget by approximately \$40,000 or about 3%.

Project Change Orders drove the overage due to unanticipated conditions such as excavation into contaminated soils, discovery of unsafe utilidor joint and several other minor changes, all of which have been completed along w/ original scope of work. Only minor activities such as grass seeding and minor landscape work remain. Back up can be provided for new work as needed.

Please accept this request for approval of revised budget of \$1,210,875.00 and feel free to call if you have any questions or need further clarification.

Sincerely,

A handwritten signature in black ink, appearing to read "Wily F. Splain".

Wily F. Splain  
Project Manager / Utilities Engineer  
Doyon Utilities, LLC

CC: B. Koessel, Branch Chief, DESC-EF  
B. Sinigaglio, Utility Chief, FWA Garrison  
D. Diehl, COR, FWA Garrison  
J. Kalmbacher, COR, FWA Garrison

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## DOYON UTILITIES®

January 10, 2011

Ms. Martha Gray  
Division Chief/Contracting Officer  
DLA Contracting Division  
8725 John J. Kingman Road, Suite 3830  
Fort Belvoir, VA 22060-6222

**Re: Revised Cost Estimate for Project # FWA-09-021 - Service Connections to Building FTW-336A, Aircraft Parts Storage at Fort Wainwright, Alaska.**

Dear Martha,

On September 16, 2009, we received a Notice to Proceed (NTP) on the design and engineering of the FWA-09-021 project with a budget of \$1,148,242.00. This project to install new water, wastewater, & heat distribution systems to the FTW-336A Aircraft Storage Facility, closed Dec. 2010, will be completed with a budget of at most \$ 1,220,000 surpassing expected budget by approximately \$72,000 or about 6%.

Project Change Orders drove the overage due to unanticipated conditions such as excavation into contaminated soils, discovery of unsafe utilidor joint and others as tabulated in Attachment 1. All items in Attachment 1 have been completed along w/ original scope of work w/ only minor activities such as grass seeding and minor landscape work remaining.

Please accept this request for approval of revised budget of \$1,220,000 and feel free to call if you have any questions or need further clarification.

Sincerely,

Wily F. Splain  
Project Manager / Utilities Engineer  
Doyon Utilities, LLC

CC:    B. Koessel, Branch Chief, DESC-EF  
         B. Sinigaglio, Utility Chief, FWA Garrison  
         D. Diehl, COR, FWA Garrison  
         J. Kalmbacher, COR, FWA Garrison

Attachments:

Doyon Utilities Project Costing Worksheet – **FWA-09-021**