

Engineering Services, Inc.

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October 20, 2010

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

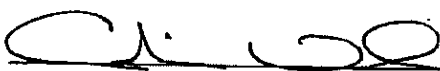
RE: Engineer's Statement No. 1 (Engineering for Shiloh Road Extension)
Shiloh Road and Murray Road Water Main Extension
Mt. Sherman Water Association

W.O. #08803

Dear Mr. Bowen:

This statement is submitted in accordance with our Agreement for Engineering Services for the Water Main Extensions dated March 10, 2009. The project, funded by Arkansas Natural Resources (ANRC), consisted of water main extensions on both Shiloh Road and Murray Road. Mt. Sherman Water Association constructed approximately 2,200 feet of the water main extension along Shiloh Road prior to bidding the project for construction. As a result, ESI was not reimbursed for engineering services associated with this design. Therefore, this statement is for engineering services for the portion of this project that have already been constructed. Since this portion of the project was not bid, the bid prices from the low bidder (Red Rock Construction Co.) were applied to the installed quantities to determine the approximate construction costs. Please refer to the attached spreadsheet for the approximate construction costs.

ITEM	DESCRIPTION	TOTAL
Sec. B, Item 2a	After Completion and Submission of Plans \$ 20,337.50 x 20% x 10.00%	\$ 406.75
Sec. B, Item 2b	After Award of Construction Contracts \$ 20,337.50 x 60% x 10.00%	\$ 1,220.25
Sec. B, Item 2c	Engineering During Construction \$ 20,337.50 x 15% x 10.00%	\$ 305.06
Sec. B, Item 2d	Project Completion \$ 20,337.50 x 5% x 10.00%	\$ 101.69
Total Amount Due and Payable		\$ 2,033.75



Chris Waller, P.E.
Engineering Services, Inc.



Jim Bowen, President
Mt. Sherman Water Association



Arkansas Natural Resources Commission



Consulting Engineers and Surveyors

www.engineeringservices.com

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