

November 30, 2021

Mr. Daniel Moore, City Manager City of Hartsville 100 E. Carolina Ave Hartsville, SC 29550

RE: Bid Package Approval City of Hartsville Smith Street Well Darlington County DW SRF No. 1610003-02

Dear Mr. Moore:

The construction bid package submitted for your State Revolving Loan - Drinking Water Infrastructure Project has been reviewed and is approved for selection of the lowest acceptable bidder to M.B. Kahn Construction Co., Inc. with a base bid and all alternates amount of \$1,673,300.00. You may proceed with awarding the contract, but may not make any drawdowns from the loan until the City completes the following:

- Submits an acceptable bound copy of the executed contract documents with 100% Performance and Payment Bonds and an Insurance Certificate for the term of construction;
- 2. Participates in a pre-construction conference with representatives of the South Carolina State Revolving Fund program and the selected prime contractor;
- 3. Awards all contracts funded under the Drinking Water SRF Loan and executes the Loan Assistance Agreement;
- 4. Executes a construction change order to replace the Davis Bacon Wage Decision currently in the specifications with the correct decision dated September 10, 2021.

All drawdowns from the loan must be submitted in accordance with the disbursement policies and procedures that govern the State Revolving Fund Program. Drawdowns must be supported by adequate documentation of costs and labor compliance and are subject to hold if all requirements are not current at the time of request. Disbursements will not be made for any work performed under a change order until SCDHEC has approved the change order. Any change orders leading to changes in scope or dollar amounts that are different from the loan agreement must also seek approval from the Rural Infrastructure Authority's (RIA) Office of Local Government.

The City has contracted with Hanna Engineering, LLC to provide construction engineering and project inspection services for this project. Please note that any work performed by the Project Sponsor's own staff (Force Account work) is not eligible for SRF funding. SCDHEC must approve any changes of the designated project inspectors.

If you plan to obtain another contract and desire SRF participation, a new bid package must be submitted for approval. If you have any questions, please feel free to contact me at (803) 898-4182 or forstokr@dhec.sc.gov.

Sincerely,

Kimberly Forston State Revolving Fund Section Water Facilities Permitting Division

cc: Colton Cauthen, PE, Hanna Engineering, LLC Jamie Buddin, Hanna Engineering, LLC Larry Ragsdale, Pee Dee BEHS, Florence Office Noel Hebert, RIA SRF project file