

FOREST LAKE PROPERTY OWNERS ASSOCIATION

SPILLWAY REPAIR PROJECT UPDATE

APRIL 4, 2022

Fisher Contracting Co. of Midland submitted the only bid for the Spillway Repair Project on February 4, 2022 in the amount of \$4.27 M with a voluntary alternate bid of \$3.27 M. The bid pricing is valid until May 5, 2022. The Board of Directors decided to accept the voluntary alternate bid and then applied for additional USDA grant funding in the amount of approximately \$2.0 million. On March 24, 2022 we received acknowledgement that our request had been approved by USDA. The additional funding will cover 75% of grant eligible costs and FLPOA will be responsible for the remaining 25% and some grant ineligible items. The revised FLPOA shared cost will be approximately \$771,000. Our sponsor for the USDA grant, Arenac County, requires that FLPOA must transfer our share of the project funding to the County as a prerequisite to the County accepting the revised USDA grant

The Board of Directors, and concerned FLPOA members, also requested additional public assistance from the State of Michigan. Until a final disbursement decision has been announced, there is no guarantee that we will be granted any public assistance. Therefore, the Board of Directors is planning on reallocating Special Assessment funds intended for the lake dredging project to the spillway repair project. The funds reallocation must occur prior to expiration of the Contractors bid in order to avoid an increase in the bid pricing.

A letter with detailed information regarding the reallocation of funds and a survey form will be mailed to FLPOA members early this week. Prompt return of the survey form before April 15, 2022 will be appreciated.

Forest Lake Property Owners Association Board of Directors