



Memo to: Board of Directors

From: Chuck Etwert

Subject: Program Status Report for March 2016

Date: March 14, 2016

Approximately 71% of the \$71.9 million of construction, involved in all nine current construction bid packages, has been completed thru February. The amount of work completed during the month was just over \$2.9 million, which is the second largest monthly amount spent to date, and the largest amount since October 2014. The total amount of construction completed is \$50.8 million.

The February agenda is a full agenda with Scheffel Boyle presenting the 2015 Audit, an Authorized Level Update, funding commitments to the Corps, change orders, a Work Order Amendment, and renewal of state and federal government relations contracts.

Amec Foster Wheeler and I have continued to meet with the Corps of Engineers regarding, how the limited available federal funds could be utilized in the best interest of the Council. The Corps has developed a new approach to the situation which will be discussed in detail later in the agenda under the Authorized Level Update.

I have been informed that the Integral Determination Reports (IDRS) that were scheduled to be approved in February have been approved. As explained last month, we were waiting for the IDR approvals, to be eligible for Work In-Kind credit. However, during the following week, we were informed that Work In-Kind Credit cannot be utilized until after the Project Partnership Agreements are amended, which is expected to take up to twelve months after the approval of the IDRs. Since Work In-Kind Credit will not be available in FY2016, the Corps has offered an alternative approach.

I have included in your Board packet a copy of Amec Foster Wheeler's Monthly Progress Report for March.