

Solomon Properties, LLC
PO Box 1120
Tontitown, AR 72770

January 29, 2021

Dear Tontitown City Council:

The City of Tontitown has requested that we adjust our plans to the Hickory Meadows development and connect the subdivision to the 8" waterline that is $\frac{1}{2}$ a mile south on Klenc Road rather than where we had planned to connect the line on Kelley Road which is only $\frac{1}{4}$ mile away. James indicated that looping the line to Klenc would be a benefit to the City and we could cost share to make this change happen. This change in location at the City's request changes the length of the line from 1350' to 2750'. We agree this would be helpful for future development along Klenc Road. The City believes we can do this work less expensively than they could and now is a good time to make this connection.

Below is the estimate for the cost of the waterline less the estimate for the cost of the originally planned, more direct water line connection. Although this line is more difficult to install, we will happily take care of the construction of the project. Below is the estimate of what our required loop would cost. We are requesting that the City pay for the cost difference to change the location for the benefit of future Klenc development and the overall Tontitown water system.

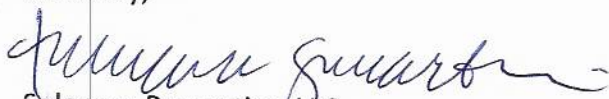
Original estimate off-site cost for the water line loop: \$76,250
(1350' of 8" water line with 2 hydrant)

New estimated off-site cost for waterline to Klenc: \$196,500
(2750' of 8" waterline with 5 hydrants, driveway crossings, and road boaring)

Difference in cost (City's Share of Cost): \$120,250

With this agreement, we will plan to install this Klenc water line extension with the last phase of Hickory Meadows per our conversation with James.

Sincerely,


Solomon Properties, LLC