

Lisa Krieg

From: April Heiple <aheiple@foodandshelterinc.org>
Sent: Tuesday, July 19, 2016 9:18 AM
To: Lisa Krieg; Susan Connors
Subject: CDBG Grant for Building Project

Dear Lisa and Susan,

When we began our plans for building the new campus, we were inundated with people willing to donate labor and services to us in order to be a part of our project. Once we were made aware of the Davis Bacon Act rules, many if not most of these companies have backed out of our project due to the added cost to their payroll. In the end, we tried bidding the projects out and found the bids were not coming in as our job is not big enough to justify the additional red tape. Those that did were much greater than we anticipated. In the end, our project cost increased more for using the CDBG Grant in our building process than we are receiving from the CDBG Grant.

Last night, our Board of Directors decided it made more sense to try to get the volunteers back as opposed to accepting the \$225,000 in CDBG dollars and raise additional funds to cover the cost increases.

I know a great amount of time, work and stress went into the processing of this grant. I've been assured by Dan Reeves with Landmark Homes they tried to make it work. In the end, we need to cancel the contract and release the CDBG funds back to you all for use as you see best.

If you need a formal letter, please let me know.

Thank you for all the support you've given us in this project and everything else we do.

With appreciation,

april

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April Heiple

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