



June 1, 2021

City of Starke  
Mayor Shannon Smith  
209 North Thompson Street  
Starke, FL 32091

**SUBJECT:** City of Starke  
Letter of Conditions Amendment No. 1  
Wastewater System Improvement Project  
Loan: \$ 1,857,000.00  
Grant: \$ 1,825,000.00

Dear Mayor Smith:

This letter establishes conditions which must be understood and agreed to by the City of Starke and amends the Rural Development Letter of Conditions dated September 17, 2019. All requirements of the previously issued Letter of Conditions are to remain in effect except as modified herein.

This amended Letter of Conditions No. 1 is being issued due to an increase in project costs.

Breakdown Project Funding:

Rural Development Loan:	\$8,819,000.00
Rural Development Subsequent Loan	\$1,857,000.00
Rural Development Grant:	\$7,808,000.00
Rural Development Subsequent Grant	<u>\$1,825,000.00</u>
<b>Total:</b>	<b>\$20,309,000.00</b>

Breakdown of Project Budget: Estimated project costs are budgeted as follows:

Development	\$16,645,000.00
Contingency	\$ 1,665,900.00
Engineering Fees Include:	\$ 1,780,300.00
Design	
Surveying	
Geotechnical Studies	
Permitting	
Eng. Additional Services	
Resident Inspection	
Eng. Development-Addt'l Services	

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Interest-Interim	\$ 125,000.00
Fiscal Agent	\$ 25,000.00
Legal Fees	<u>\$ 67,800.00</u>
<b>Total:</b>	<b>\$20,309,000.00</b>

Security 1<sup>st</sup> paragraph will be amended as follows:

The loan will be secured by Wastewater System Revenue Bonds in the amount of \$8,819,000.00 and \$1,857,000.00, to be secured and repaid by a first lien position on all revenues of the City's Wastewater system and a covenant to budget and appropriate all legally available Non-Ad Valorem Revenues. The lien may be on parity with the City's Notes payable to the Florida Department of Environmental Protection (DEP) State Revolving Fund issued on July 10, 2009 in the amount of \$1,645,035.00 and July 6, 2016 in the amount of \$161,118.35

Please complete and return the attached Form RD 1942-46, Letter of Intent to Meet Conditions if the above revisions are acceptable to the City.

If you have any questions or need additional information, please contact this office.

Sincerely,

**BRUNILDA  
ROBLES**

Digitally signed by BRUNILDA  
ROBLES  
Date: 2021.06.01 16:47:53  
-04'00'

**BRUNILDA ROBLES**  
Area Director

Attachment

cc: Engineer