

Small Cities CDBG Engineering Cost Fee Schedule

	Maximum Engineering Fee Percentages from Florida RUS Bulletin 1780-9 Revised 10/2009 Applicable to Basic Engineering			Maximum Engineering Fee Percentages from Florida RUS Bulletin 1780-9 Revised 06/2007 Applicable to Inspection	
<u>Estimated Construction Cost</u>	<u>Basic Fee Table I Maximum</u>	<u>Basic Fee Table II Maximum</u>		<u>Inspection Fee Table I Maximum</u>	<u>Inspection Fee Table II Maximum</u>
\$100,000	12.3%	10.1%		6.9%	6.5%
\$200,000	11.2%	9.4%		6.3%	5.9%
\$300,000	10.4%	8.9%		5.8%	5.3%
\$400,000	10.0%	8.5%		5.5%	4.9%
\$500,000	9.6%	8.2%		5.3%	4.7%
\$600,000	9.2%	7.9%		5.1%	4.6%
\$800,000	8.6%	7.5%		4.6%	4.1%
\$1,000,000	8.2%	7.2%		4.1%	3.8%
\$2,000,000	7.8%	6.8%		3.5%	2.9%
\$3,000,000	7.4%	6.4%		3.1%	2.4%
\$4,000,000	7.1%	6.1%		3.0%	2.2%
\$5,000,000	6.8%	5.9%		2.8%	2.0%
\$7,500,000	6.6%	5.7%		2.7%	1.95%
\$10,000,000	5.9%	4.6%		2.5%	1.8%
\$15,000,000	6.1%	5.2%		2.3%	1.6%
\$20,000,000	5.9%	5.1%		2.2%	1.45%

Chapter 73C-23, Florida Administrative Code (FAC), establishes the above schedules as the maximum amount of CDBG funds that may be used to pay for basic engineering and inspection. To comply with 24 CFR 85.36, the local government must negotiate a fee, including profit, as a separate amount and conduct a cost analysis of the fee. Non-CDBG funds may be used to pay for basic engineering and inspection costs exceeding the maximum that can be paid with CDBG funds.

Tables I shall be used for water treatment plants, sewers, sewage treatment plants, and rehabilitation of existing treatment facilities. For all other projects, use Table II. For project costs falling between the amounts shown in the tables, percentages shall be interpolated to the nearest one-tenth percent. Projects with both Table I and Table II activities shall be prorated using the percentage of estimated cost for each table to the total estimated construction cost. Do not calculate based on the Table I cost and the Table II cost. (Example: if 35% of estimated construction cost is Table I, use 35% of Table I amount as calculated using the total estimated construction cost; then use 65% of the Table II amount as calculated using the total estimated construction cost.)

The engineering fee may include any services defined as additional engineering in Chapter 73C-23, FAC. All additional engineering fees must be justified as outlined in Technical Memo 93-13. The engineering fee may also include preliminary engineering costs not to exceed one-half of one percent of total estimated construction costs. If **Readiness to Proceed** points are part of the final application score, then preliminary engineering costs may not be requested; and the maximum engineering paid from CDBG funds shall not exceed \$10,000 plus the amount calculated for inspection from Table I, Table II, or a prorated amount of both tables as appropriate depending on the activities to be funded from the grant.