

**Denali Commission Quarterly
Project Narrative and Funds Disbursement Request**

Project Name: Kasaan Clinic Construction

Agency: Alaska Native Tribal Health Consortium Reporting Period: 7/28/2011 – 12/31/2011

Grant #: 65C-11-284 Amount of Funds Requested \$ 149,931.30

1. What is the status of the project; include portions completed?

The construction Administration (CA) services contract has been established with ANTHC term contractor CRW Engineering Group. Pre-construction site visit and coordination meeting between council members from the Organized Village of Kasaan (OVK) and ANTHC project management and construction personnel was held on 11/9/2011. Project equipment and tools have been mobilized and material procurement has commenced, with a portion of materials already received on site. Survey staking has been completed and site work is approximately 75% complete.

2. Is the project on schedule; if not, how will this be dealt with?

The project is on schedule with construction estimated to be complete by 6/20/2012.

3. Is the project on budget; if not, how will this be dealt with?

Upon reassessing the construction budget and cost estimate at the onset of construction, it has been determined that an additional \$338,065 is required to take this project to completion. The rationale and justification for this additional funding is provided below.

The CA fees for Construction Administration are approximately four times greater than originally expected. In addition the project duration was estimated to be only four months by the contracted cost estimate that accompanied the final design. By comparison, the Ekwok clinic construction period ran from June 2009 through March 2010, the Igiugig clinic construction period ran from July 2009 through March 2010. This error has multiple trickle down impacts relating to supervision and labor costs.

Other issues leading to greater than expected costs include: Installation of the exterior foam board insulation is expected to require almost three weeks longer than installation of conventional bat insulation, site conditions were underestimated by the community, site construction techniques by the community required extensive re-work, early season snowfall extended the construction period for the sitework, and project travel costs were underestimated.

Attachment G

**Denali Commission
Quarterly Project Financial Report**

Project Name: Kasaan Clinic Construction

Agency: ANTHC
Grant #: 65C-11-284

Reporting Period: 7/28/2011 – 12/31/2011

Please include the following information:

(Use additional pages as necessary)

Budget Information:

1. The total project budget—Denali Commission and other funds combined

\$987,737

2. The total project expenditures as of the end of the most recent quarter

\$149,931.30

3. The total amount of Denali Commission funds committed to the project

\$812,737

4. The total expenditure of Denali Commission funds for the project as of the end of this reporting period

\$149,931.30

5. The percentage of expenditures to the total budget

15.2%

6. Project Performance Analysis (use PPA form on page 2 of 641)

See Attachment G

Project Schedule:

Show the project schedule with milestone dates for design and construction.

Design Complete: January 2011

Construction Start: November 2011

Construction Complete: June 2012

Form 641A

Attachment G

**Denali Commission
Quarterly Project Financial Report
Project Performance Analysis (PPA) Form**

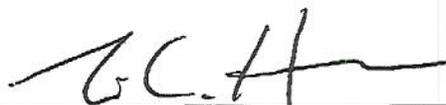
Project Name: Kasaan Clinic Construction

Agency: ANTHC Reporting Period: 7/28/2011 – 12/31/2011

Grant #: 65C-11-284

NOTE: Include Denali Commission Grant Funds Only on this form.

Line Item:	Approved Budget:	Actual Cost to Date:	Scheduled Completion Date:	Actual Work Performed:
Construction	\$704,592.00	\$134,488.71	June 2012	Initial material procurement, project equipment mobilization, survey, design clarification/verification reviews with designers
Project Management	\$56,145.00	\$15,442.59	June 2012	Establishment of CA contract, re-estimation of construction costs, project logistics
Construction Management	\$52,000.00	\$0	June 2012	
Totals:	\$812,737.00	\$149,931.30		


Signature: _____

 1/10/2012
Date: _____

 Eric C. Hanssen, Project Manager
Print Name and Title:

Form 641B