



September 24, 2010

Jay Gewin
City of Key West
604 Simonton St.
Key West, FL 33040

CH2M HILL
6410 5th Street
Suite 2-A
Key West, FL
33040-5835
TEL 305.294.1645
FAX 305.294.4913

Subject: 2 year Extension Option to the September 19, 2007 Master Agreement to Furnish General Engineering Services to the City of Key West

Dear Mr. Gewin:

Our September 19, 2007, engineering agreement with the City provides for an initial three-year term with an additional two-year option to extend, on behalf of the City. These terms can be found in Article 6.1.A of the agreement. The original three-year term is set to expire on September 19, 2010.

Because we value the City of Key West as a client and appreciate the impact that the current economy has had on all of us, CH2M HILL is proposing to utilize our 2007 per diem rates which were approved by the City of Key West in September 2006. Additionally, CH2M HILL will maintain these rates for the duration of the two-year contract extension period.

Our proposed per diem rates for work performed under the October 1, 2007 agreement extension for fiscal year 2011 and 2012, from October 1, 2010 through September 30, 2012 are attached in Exhibit A, along with a description of employer category included in Exhibit B.

It has been our pleasure working with the City of Key West over these past three years and many years previously; we believe we can continue to assist the City with your engineering needs. We are hereby requesting that the City exercise the contract option to grant CH2M HILL a two extension to the above mentioned contract.

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

Sincerely,

CH2M HILL

A handwritten signature in blue ink, appearing to read "Andrew Smyth".

Andrew Smyth, P.E.
Key West Office Manager

A handwritten signature in blue ink, appearing to read "Matthew Alvarez".

Matthew Alvarez, P.E.
Vice President
South Florida Area Manager

c: David Fernandez/City Key West
Heather Oblaczynski/CH2M HILL

EXHIBIT A
Per Diem Rates for Master Agreement to Furnish General Engineering Services to
the City of Key West

Employee Category	Per Diem Rate* (\$ per Hour)	Field Rate (\$ per Hour)
<u>Professionals</u> -- Engineers, Architects, Planners, Economists, Scientists, Hydrologists, Hydrogeologists, Geologists, Construction Inspectors		
Regional Group Manager	185.00	
Principal Project Manager, Principal Technologist	172.00	
Senior Project Manager, Senior Technologist	158.00	
Project Manager Senior Professional	148.00	
Project Professional	122.00	
Associate Professional	110.00	
Staff Professional II	98.00	
Staff Professional I	84.00	
<u>Technicians</u> -- Drafters, Graphic Artists, Computer, Surveyors, Cartographics		
Technician 5	103.00	96.00
Technician 4	96.00	87.00
Technician 3	74.00	69.00
Technician 2	67.00	62.00
Technician 1	62.00	58.00
Technical Editor, Specification Processor	84.00	
Senior Project Assistant	63.00	
Clerical/Office Support	55.00	

*Note: Rates shown are from 2007 and are applicable October 1, 2010 through September 30, 2012.

EXHIBIT B

Regional Group Manager

BS or MS/MBA degree in a technical or business discipline and registered in their profession. Typical experience ranges from 15-30 years and certified as a Project Management Professional. Oversight of projects to ensure procedures is followed with specific emphasis on appropriate planning, chartering and endorsement, change management, project controls and statusing, and closeout.

Principal Project Manager

BS or MS in applicable field of study (i.e., engineering, science, architecture, etc.) and registered in their profession. Experience ranges from 12-20 years consulting experience that include planning, staffing, schedule, budget, quality, safety, and coordination of subcontractors.

Principal Technologist

Requires a Bachelors or Masters degree in the appropriate discipline, and may also require a Ph.D. Relevant experience between 10 and 15 years serving as technical leaders for their aligned core technology for nationally and globally strategic projects or as senior technology consultants.

Senior Project Manager

BS or MS in applicable field of study (i.e., engineering, science, architecture, etc.) and registered in their profession. A minimum of 10-15 years consulting experience that include planning, staffing, schedule, budget, quality, safety, and coordination of subcontractors.

Senior Technologist

Bachelors or Masters Degree in the appropriate discipline, and may also require a Ph.D. Relevant experience between 5 and 10 years serving as technical leaders for their aligned core technology for regionally strategic projects, serve as senior technology consultants on other regional projects and may also serve in key project roles on globally strategic projects.

Project Manager, Senior Professional

BS or MS in applicable field of study (i.e., engineering, science, architecture, etc.) and registered in their profession with a minimum of 9-14 years consulting experience with specific responsibilities and accountabilities that include planning, staffing, schedule, budget, quality, safety, and coordination of subcontractors. Construction professionals have a minimum of 15 years experience in the construction industry with an emphasis in design/build projects.

Project Professional

Requires a Bachelors or Masters Degree in the appropriate discipline with 7 or more years of experience applying diversified knowledge of discipline principles and practices. Requires registration in their profession. Construction professionals have a minimum 10 years experience in the construction industry with an emphasis in design/build projects.

Associate Professional

BS or MS in applicable field of study (i.e., engineering, science, architecture, etc.) with 4-7 years consulting experience. Independently evaluates, selects and applies standard engineering techniques and procedures.

Staff Professional II

BS or MS degree in an engineering discipline with engineering experience range from 2 to 5 years in providing project oversight to technicians and assisting in more complex assignments.

Staff Professional I

B.S. degree in an engineering discipline with engineering experience ranging from 0 to 2 years using fundamental concepts, practices, and procedures.

Technician 5

A 4-year Bachelor's Degree in Technical Communications, English, Journalism, or related field with a required minimum 3 years of technical experience.

Technician 4

Two-year degree in technology or related degree, or 4 years directly related experience. Develops electronic and database files and drawings, including extraction and annotation of drawings from 3D models and conceptual studies within particular design technology and/or project standards.

Technician 3

Two-year degree in technology or related degree, or 4 years directly related experience. Capable of drafting health and safety plans, sampling plans, and limited report writing. May develop electronic drawing files and extract and annotate 2D drawings from 3D models.

Technician 2

Two-year degree in engineering technology with 0-4 years experience, the ability under general supervision, to produce electronic drawing files and annotate drawings extracted from 3D models within project standards from sketches, layouts, and notes.

Technician 1

Two-year degree in engineering technology with 0-4 years directly related experience.

Technical Editor, Specification Processor

Six years of technical publications experience required. Supports business group project manager by leading complex multi-volume documentation efforts; coordinates and edits author input; and oversees the document production staff.

Senior Project Assistant

Five or more year's project related support experience with advanced administrative clerical skills and knowledge.

Clerical/Office Support

Two to five years general office/clerical support experience.