



United State
Department of
Agriculture

Rural Development

4121 Carmichael Road
Suite 601
Montgomery, AL 36106
(334) 279-3615 / (334) 279-3495 TDD

United States Department of Agriculture
Alabama Rural Development
(Modified for Alabama CDBG projects 3/10/10)

APPROVED FEES FOR PROFESSIONAL ENGINEERING SERVICES
(AS A PERCENTAGE OF NET CONSTRUCTION PLUS CONTINGENCY COSTS)

Table I will apply to package lift stations, package treatment plants (water and sewer) where the supplier furnishes shop drawings, water distribution systems and related appurtenances. Table II ordinarily will apply to that portion of a construction project which is unusually complex because it includes a water treatment plant, sewer, sewer treatment plant or the rehabilitation of an existing facility and drainage* projects. Table III* will apply for all highway, roadway and rail projects. Table IV* will apply for all resident inspection.

NET CONSTRUCTION + CONTINGENCY COST	TABLE I (%)	TABLE II (%)	TABLE III* (%)	TABLE IV* (%)
\$0 - \$99,999	10.0	12.0	10.0	6.0
\$100,000	9.6	11.5	9.4	6.0
\$200,000	8.8	10.2	8.9	5.5
\$300,000	8.4	9.4	8.7	5.0
\$400,000	8.0	9.0	8.3	4.8
\$500,000	7.8	8.8	8.0	4.6
\$600,000	7.6	8.6	7.7	4.4
\$700,000	7.4	8.4	7.5	4.3
\$800,000	7.3	8.0	7.3	4.2
\$900,000	7.2	7.8	7.2	4.1
\$1,000,000	7.0	7.4	7.0	4.0
\$2,000,000	6.6	7.2	6.6	3.0
\$3,000,000	6.4	7.0	6.4	2.5
\$4,000,000	6.1	6.8	6.1	2.0

The fees for project costs falling between the figures shown shall be interpolated to the nearest one-hundredth of one percent.

*NOTE: Drainage projects have been added to Table II. USDA Table III has been moved to Table IV and a new Table III for highway, roadway and rail services has been added for CDBG projects.

Certain surveys and tasks for design purposes are included in the basic design fee and are not to be classified as additional engineering services. The Engineering Services Agreement, Form RD 1942-19, should be referenced for these surveys and tasks. Schedules of compensation set out above have been adjusted to allow for this work.

The engineer also agrees to inspect the facilities prior to the end of the one-year warranty period without charge. He agrees to report any deficiencies noted and to make recommendations on ways of getting them corrected to the Owner.

The maximum amount of funds that can be authorized to compensate an engineer for providing resident inspection will be in accordance with Table III above. A flat fee of 6.0% will be used for all projects where the net construction plus contingency cost is \$100,000 or less. On projects where there are multiple contracts, the percentage to be paid under each table will be determined using the net construction plus contingency cost for the sum of all contracts.

USDA Rural Development is an Equal Opportunity Lender, Provider, and Employer.
Complaints of discrimination should be sent to:
USDA, Director, Office of Civil Rights
Washington, DC 20250-9410