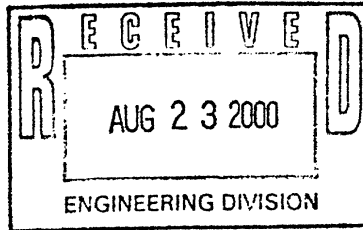




FMG. INC. 3700 Sturgis Road, Rapid City, South Dakota 57702-0317 605/342-4105
 FAX 605/342-4222

August 23, 2000

Attn: Mr. Joe Jagodzinski
 City of Rapid City
 300 Sixth Street
 Rapid City, SD 57701



RE: MODIFICATION TO 2000 CONTRACT – ASPHALTIC CEMENT CONCRETE TESTING AND ADDENDUM TO GEOTECHNICAL EVALUATION FOR NORTH WILDWOOD DRIVE WATER MAIN – RAPID CITY, SOUTH DAKOTA

Dear Mr. Jagodzinski:

As discussed, it has been requested {by various engineers with the city} that we perform Asphaltic Cement Concrete Testing at two (2) batch plants and drill four (4) additional boreholes along the North Wildwood Drive Water Main Project. These additional services will modify our contract for the referenced Year 2000 projects in Rapid City, South Dakota. The modified services have been added to our geotechnical contract and they will require that the scope of our services in the existing contract be modified. This addendum to the contract will likely raise the total contract amount from the previously approved fifty-eight thousand ten (\$58,010) to sixty thousand two hundred fifty (\$60,250). Specifically, we anticipate that the services will increase total cost of the previously proposed amounts by the values presented in Table 4 below.

In addition to the requested work, we have also included the unit costs and provisions for sampling a third batch plant in Rapid City and performing in-place field nuclear density gauge tests at various sites within the City of Rapid City. In the event that it is decided by the City Engineering Department to 1) sample the third batch plant, 2) perform additional tests *beyond those specified in Table 5 for the Hills Materials and Simon's batch plants*, or 3) perform in-place field nuclear density gauge testing then we will use the unit rates attached in Table 5 to develop a revised cost for the additional services.

Year 2000 Construction Project	Approximate Cost of Service	Type of Geotechnical Service
North Wildwood Drive Water Main Addendum	\$890.00	Drill 5 more Boreholes & Perform Lab Tests
Asphaltic Cement Concrete Tests-VariouProjects	\$1,350.00	SampleHillsMatls.Plant3Times&Simon'sPlant2Times
Total	\$2,240.00	All Additional Services

We appreciate this opportunity to be of continued service. If you have any questions or desire any additional information, please don't hesitate to contact us.

Respectfully submitted
 FMG, Inc.

Walter L. Slack
Walter L. Slack, P.E.

copies: Mr. Joe Jagodzinski - Telefacsimilie Copy to (605) 394-6636

Computer File 2000City.Pro & Hard Copy in Proposal File

