



Mark Carda
Engineering Manager

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August 16, 2007

Mr. Bryan Gonzalez
Century Development Co.
1301 Omaha Street, Suite 207
Rapid City, SD 57701

RE: E. Philadelphia Street Bypass

Dear Mr. Gonzalez;

In January of this year you received approval from our BHP Engineering Department to proceed with the E. Philadelphia Street Bypass project and to excavate along our existing 69kV line. The approval was conditioned upon installation of retaining walls in those areas adjacent to the power line.

To date, excavation has occurred, but additional support has not been installed. Regardless of your future plans regarding the balance of the development, it is necessary that you complete the obligation and install the required support and appurtenances. Two options are acceptable, first would be placement of the retaining walls per the plans, second would be adding additional soil, compacting and maintaining a slope of no more than 2:1 from the point of excavation.

Please provide me with your proposed solution and construction schedule at your earliest convenience.

Sincerely,

A handwritten signature in black ink that reads 'Mark Carda'.

Mark Carda
Engineering Manager

Cc: Marcia Elkins, Director, Growth Management Department;
City of Rapid City