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FMG, INC. 3700 Sturgis Road, Rapid City, South Dakota 57702-0317 605/342-4105
RAPID CITY PUBLIC WORKS
FAX 605/342-0220

November 17, 2008

PW112508-01

David Johnson, P.E.
Engineering Services
City of Rapid City
300 6TH Street
Rapid City, SD 57701

**RE: Sanitary Sewer Construction
Lowry Lane to Elk Vale Road
#SS18-1750
Rapid City, SD**

Dear David:

As you know, Heinsel Development LLC contracted to extend the City's sanitary sewer from the intersection of Lowry Lane and Beale Street to near the intersection of Elk Vale Road and Edwards Street. The purpose of this new sewer construction was to provide sewer service to a new hotel being constructed on Lot B of Lot 1 of Lot D of K-W Subdivision.

As designed, this sanitary sewer can serve several other lots along route. It is our Client's intent to request a "connection fee" be established by the City for future connections to this sewer and that the "connection fees" be used to provide partial reimbursement for the construction costs. Construction is now nearing completion.

This letter is being written at the request of our Client, Heinsel Development LLC to request a moratorium on be placed on connections to this line until such time as a "connection fee" is established.

Please let us know what the proper procedure is to establish the "connection fees".

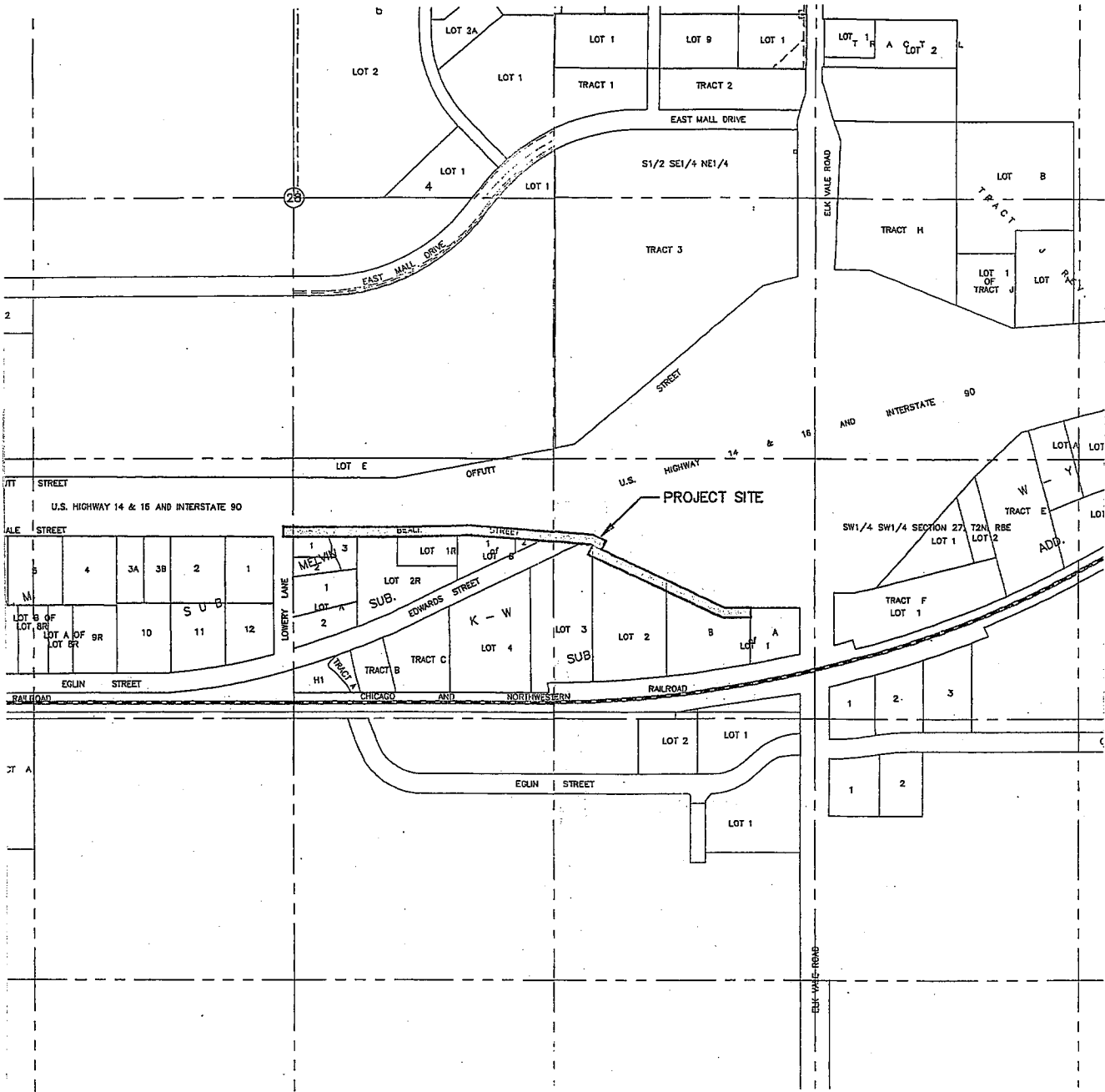
If you have any questions or need additional information, please let me know.

Sincerely,

FMG, Inc.

Allen D. Foster, P.E.
Enclosure

c: Ron Heinis, Heinsel Development LLC
File #8936



**VICINITY MAP
SANITARY SEWER CONSTRUCTION
LOWRY LANE TO ELK VALE ROAD
#SS08-1750**