

December 15, 2011

Ray Smith P.E., R.L.S.
Engineering Division Manager
Town of Prescott Valley
7501 E Civic Circle
Prescott Valley, AZ 86314

Subject: Change Order Request for completion of a portion of Phase 3, Western Boulevard Stormwater Management Improvement Project Phase 2, CIP#E328.2

Dear Mr. Smith:

Lyon Engineering has reviewed the change order request from Earth Resources Inc. in the amount of \$109,271.64 for installation of storm drain and related work from Station 16+16.00 on Wickiup Drive to Station 11+12.00 on Poke Drive. The bid prices for the work match those used on the original bid schedule submitted by Earth Resources Inc. to complete the storm drain project in Phase 2 of the Western Boulevard Stormwater Management Improvement Project, CIP#E328.2. The attached bid and letter from Earth Resources, stating work will be performed and billed at the original unit bid price is acceptable to Lyon Engineering. We have reviewed the quantities and unit prices, and we recommend that the Town of Prescott Valley approve your requested change order.

If you have any question, please contact me at your earliest convenience.

Sincerely,
Lyon Engineering



Scott A. Lyon, P.E., R.L.S.
Vice President



P.O. Box 1420, Dewey, AZ 86327	928-775-2795 Office 928-268-3487 Fax	ROC #259019
Wyatt W. Orr 928-713-0215 cell www5th@yahoo.com	Wil W. Orr 928-899-6365 worr@prescott.edu	KA - Dual Engineering OSHA HAZWOPER Certified

12/15/2011

Western Boulevard Stormwater Management Improvement Project

To Whom it May Concern:

Earth Resources Corporation agrees to complete a portion of Phase III of the Western Boulevard Stormwater Management Project at the same unit bid prices as Phase II. Please reference the attached Probable Construction Cost Spreadsheet dated 12/15/11. We understand that we will only be completing a portion of phase III and will consider this an extension of our original contract. Please feel free to direct any further questions to myself or Wil Orr the President of ERC. Thank you for your time and consideration in this matter.

Sincerely,

Wyatt Orr
General Manager

**WE ARE COMMITTED TO PROVIDING YOU WITH THE VERY BEST IN
"BUILDING OUR FUTURE".**

WESTERN BOULEVARD DRAINAGES IMPROVEMENTS

12/15/2011

Earth Resources Corporation's Opinion of Probable Construction Costs

Extension of Phase 2 Limits to Poke Drive Station 11+12

Pay Item	Item Description	Unit	Quantity	Unit Price	Cost
1	Clearing and Grubbing	LS	1	\$1,450.00	\$1,450.00
2	Excavation (Roadway and Trench)	LS	1	\$21,173.00	\$21,173.00
3	2" A.C.	SY	1476.0	\$9.76	\$14,405.76
4	6" A.B.C.	SY	1476.0	\$4.93	\$7,276.68
5	Subgrade Preparation	SY	1476.0	\$1.58	\$2,332.08
6	AC & Chip Seal Removal	SY	1476.0	\$0.01	\$14.76
7	Adjust Valves, Manhole Frame and Cover,	EA	3	\$356.00	\$1,068.00
8	Sign Base Remove and Reinstall	EA	2	\$125.00	\$250.00
9	Mailbox Remove and Reinstall	EA	0	\$75.00	\$0.00
10	Chip Seal	SY	1476.0	\$1.88	\$2,774.88
11	Striping Replacement	LF	0	\$0.60	\$0.00
12	6" D.I.P. Waterline, CL-350	LF	0	\$62.65	\$0.00
13	Air Release Valve	EA	0	\$805.00	\$0.00
14	6" G.V.B.&C.	EA	0	\$925.00	\$0.00
15	Vertical Realignment	EA	0	\$2,008.00	\$0.00
16	4" Sewer Service Relocation	EA	4	\$1,319.00	\$5,276.00
17	18" Storm Drain Pipe	LF	50	\$37.25	\$1,862.50
18	24" Storm Drain Pipe	LF	0	\$40.22	\$0.00
19	30" Storm Drain Pipe	LF	0	\$59.02	\$0.00
20	36" Storm Drain Pipe	LF	0	\$84.34	\$0.00
21	42" Storm Drain Pipe	LF	536	\$78.13	\$41,877.68
22	48" Storm Drain Pipe	LF	0	\$86.11	\$0.00
23	Concrete/Grate End Treatment for 24"	EA	0	\$1,324.00	\$0.00
24	Ditch Inlet Structure	EA	0	\$2,329.00	\$0.00
25	RIP-RAP	SY	18	\$37.85	\$681.30
26	Contech CMP Riser Manhole	EA	1	\$1,872.00	\$1,872.00
27	18" Flared End Section	EA	2	\$160.00	\$320.00
28	24" Flared End Section	EA	0	\$210.00	\$0.00
29	42" End Cap	EA	0	\$410.00	\$0.00
30	3/4" Bedding Rock	CY	0	\$32.12	\$0.00
31	Storm Water Pollution prevention & NOI	LS	1	\$585.00	\$585.00
32	Traffic Control	LS	1	\$2,000.00	\$2,000.00
33	Quality Control and Testing	LS	1	\$1,800.00	\$1,800.00
34	Manhole MAG Std. Detail 520 & 522	EA	1	\$2,252.00	\$2,252.00
35	Fire Hydrant relocation	EA	0	\$757.00	\$0.00
36	Provide extra protection at water and	EA	0	\$877.00	\$0.00
			Total		\$109,271.64
					
Completed by Wyatt Orr					
General Manager, Earth Resources Corporation.					