



March 16, 2012

Ms. Rocio Villarreal
Contracts Manager
Hidalgo County – Purchasing Department
2812 S. Business Hwy 281
Edinburg, Texas 78540

Subject: Professional Service Agreement for Construction
Material Testing for Hidalgo County Precinct No. 2
Projects (on an as needed basis)
Contract C-12-068-00-00

Dear Ms. Villarreal:

Millennium Engineers Group, Inc. (MEG) is pleased to submit this letter in response to an Hidalgo County Purchasing Department Memorandum issued on March 15, 2012. We understand that our firm has been selected to provide Construction Material Testing for Hidalgo County Precinct No. 2 Projects (on an as needed basis).

Per your memorandum transmittal request, MEG has reviewed the fee schedule that was previously sent to the Hidalgo County Purchasing Department on February 29, 2012 via email. MEG would like to note that the fee schedule previously sent to the Hidalgo County Purchasing Department is the identical fee schedule that was authorized last year for Professional Services Agreement C-11-042-01-25. However, in an effort to partner with Hidalgo County and to negotiate a contract that will be beneficial to both parties, MEG has made some modifications to the fee schedule where able to do so. The rising cost of supplies, fuel, utilities, and employee benefits does not allow MEG to make further reductions than those that have been included in the updated fee schedule.

We are grateful for the opportunity to continue providing our services to Hidalgo County and look forward to a continued relationship. Please feel free to contact me if you have any questions or if there is anything that I can help you with.

Sincerely,

MILLENNIUM ENGINEERS GROUP, INC.
TBPE Firm No.: F-3913

A handwritten signature in blue ink, appearing to read "Raul Palma".

Raul Palma, P.E.
President