



June 20, 2008

Williamson County Purchasing Department
Attn: Barry Becker
301 SE Inner Loop-Suite 106
Georgetown, Texas 78626

Re: Bid Number No. 08WCA042, Asphalt Mixes, Items 7&8

Dear Ms. Becker,

Vulcan Construction Materials LP, respectfully requests the following increases to the above referenced contract. We are currently shipping materials to the county at below our cash cost to manufacture the product. The increases requested reflect only actual costs involved in manufacture and transportation of the commodities.

Price for AC-3 Asphalt at time of bid, August 10, 2006, was \$315.00 per ton. Current price for AC-3 is \$627.00 per ton. We utilize 3% Asphalt per tom of LRA Coldmix. This represents a cost increase of \$9.36 per ton of product.

Transportation of bid items has increased by 29.44%. This cost increase is based solely on the increase in diesel fuel. Rates at time of bid were based on \$2.50 per gallon diesel. Current diesel pricing for June, 2008, is \$4.65 per gallon. Actual trucking cost increases by 1.28% for every \$0.10 increase in the price of diesel.

Please see Attachment A, for detailed price increase explanation.

Your consideration in this matter is greatly appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "Pat Wootton", written over a horizontal line.

Pat Wootton

Senior Sales Representative

SOUTHWEST DIVISION, VULCAN CONSTRUCTION MATERIALS, LP
P.O. BOX 791550 • SAN ANTONIO, TEXAS 78279-1550 • TELEPHONE 210 524-3500

Attachment to Renewal #08WCA042

7. TxDOT Item 330, Limestone Rock Asphalt, Truck Delivery
Types A, AA, B, C, CC

	Bid Price	Freight	29.44% Increase	Requested Revised Price
Granger	\$48.72	\$29.72	\$38.47	\$66.83
Florence	\$48.72	\$29.72	\$38.47	\$66.83
Liberty Hill	\$47.42	\$28.42	\$36.79	\$65.15
Taylor	\$46.78	\$27.78	\$36.96	\$65.32
Georgetown	\$45.51	\$26.51	\$34.32	\$62.68
Product was bid at \$19.00 per ton + \$9.36 per ton increase = \$28.36 per ton.				

Type D

	Bid Price	Freight	29.44% Increase	Requested Revised Price
Granger	\$49.72	\$29.72	\$38.47	\$67.83
Florence	\$49.72	\$29.72	\$38.47	\$67.83
Liberty Hill	\$48.42	\$28.42	\$36.79	\$66.15
Taylor	\$47.78	\$27.78	\$36.96	\$66.32
Georgetown	\$46.51	\$26.51	\$34.32	\$63.68
Product was bid at \$20.00 per ton + \$9.36 per ton increase = \$29.36 per ton.				

7. TxDOT Item 332, Limestone Rock Asphalt, Truck Delivery
Types BS, CS, DS, FS

	Bid Price	Freight	29.44% Increase	Requested Revised Price
Granger	\$52.22	\$29.72	\$38.47	\$70.33
Florence	\$52.22	\$29.72	\$38.47	\$70.33
Liberty Hill	\$50.92	\$28.42	\$36.79	\$68.55
Taylor	\$50.28	\$27.78	\$36.96	\$68.82
Georgetown	\$49.01	\$26.51	\$34.32	\$66.18
Product was bid at \$22.50 per ton + \$9.36 per ton increase = \$31.86 per ton.				



Mr. Pat Kerry
Vulcan Materials Co.
P.O.Box 791550
San Antonio, Texas 78279-1550

Dear Pat

Below you will find a pricing outline on when your pricing has changed on the AC-3 for the past year.

04/16/07 - \$315 ton
12/15/07 - \$327 ton
02/01/08 - \$352 ton
04/01/08 - \$377 ton
04/15/08 - \$402 ton
04/28/08 - \$427 ton
05/19/08 - \$452 ton
06/01/08 - \$527 ton
06/17/08 - \$627 ton

I hope this is what you are needing. If you need anything else feel free to give me a call.

Sincerely

Johnie Goodman
Valero Marketing & Supply



Diesel Impact on Truck Haul Rates

Base Fuel Price is \$2.50 per Gallon

Diesel Fuel Price Range		Percent Adjustment
2.50	to 2.59	1.28%
2.60	to 2.69	2.56%
2.70	to 2.79	3.84%
2.80	to 2.89	5.12%
2.90	to 2.99	6.40%
3.00	to 3.09	7.68%
3.10	to 3.19	8.96%
3.20	to 3.29	10.24%
3.30	to 3.39	11.52%
3.40	to 3.49	12.80%
3.50	to 3.59	14.08%
3.60	to 3.69	15.36%
3.70	to 3.79	16.64%
3.80	to 3.89	17.92%
3.90	to 3.99	19.20%
4.00	to 4.09	20.48%
4.10	to 4.19	21.76%
4.20	to 4.29	23.04%
4.30	to 4.39	24.32%
4.40	to 4.49	25.60%
4.50	to 4.59	26.88%
4.60	to 4.69	28.16%
4.70	to 4.79	29.44%
4.80	to 4.89	30.72%
4.90	to 4.99	32.00%

Fuel adjustment percentage will be determined by referencing

AAA's website: www.fuelguagereport.com/txmetro.asp

Fuel Surcharge is subject to change without prior notice.

SOUTHWEST DIVISION, VULCAN CONSTRUCTION MATERIALS, L.P.
PO BOX 1650 SAN ANTONIO, TEXAS 78216-0165 PHONE 214-3500

	2007												20					
	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08
Fuel Surcharge Percent by Location																		
FORT WORTH/ARLINGTON	2.56	11.41	11.42	3.84	6.4	5.12	5.12	5.12	5.12	7.68	8.96	12.8	11.52	11.52	14.08	19.2	21.76	28.16
HOUSTON	1.28	10.24	10.24	2.56	5.12	5.12	5.12	3.84	3.84	6.4	7.68	11.52	10.24	10.24	14.08	19.2	21.76	28.16
SAN ANTONIO	0	10.35	10.34	2.56	3.84	3.84	3.84	5.12	3.84	6.4	8.96	11.52	10.24	10.24	14.08	19.2	21.76	28.16
AUSTIN/SAN MARCOS	1.28	11.63	11.62	2.56	5.12	5.12	5.12	5.12	5.12	6.4	8.96	11.52	11.52	10.24	14.08	19.2	21.76	28.16
Fuel Surcharge AAA Diesel Price EOM																		
FORT WORTH/ARLINGTON	\$2.60	\$3.49	\$3.48	\$2.72	\$2.91	\$2.88	\$2.88	\$2.82	\$2.89	\$3.02	\$3.15	\$3.40	\$3.35	\$3.32	\$3.55	\$3.95	\$4.17	\$4.69
HOUSTON	\$2.52	\$3.44	\$3.43	\$2.64	\$2.84	\$2.81	\$2.81	\$2.80	\$2.80	\$2.95	\$3.09	\$3.34	\$3.29	\$3.28	\$3.51	\$3.92	\$4.14	\$4.66
SAN ANTONIO	\$2.49	\$3.14	\$3.15	\$2.62	\$2.79	\$2.79	\$2.79	\$2.82	\$2.77	\$2.95	\$3.12	\$3.35	\$3.29	\$3.26	\$3.51	\$3.92	\$4.12	\$4.61
AUSTIN/SAN MARCOS	\$2.54	\$3.39	\$3.38	\$2.65	\$2.86	\$2.84	\$2.83	\$2.86	\$2.82	\$2.98	\$3.14	\$3.38	\$3.31	\$3.28	\$3.54	\$3.93	\$4.14	\$4.67