From: Terron Evertson

Sent: Wednesday, May 04, 2011 8:36 PM To: Jonathan Harris; Patrick Strittmatter

Cc: Bob Daigh

Subject: FY 2011 Seal Coat Project

Jonathan and Patrick,

We would like to place the recommendation of APAC - Texas Inc. (Wheeler) on the Commissioner's Court agenda for the Court's review and potential award of the FY 2011 seal coat project. While there were no other bidders to compare to, we analyzed their bid proposal against the Engineer's estimate. We analyzed each line item in their proposal and found them to be reasonable and appropriate. APAC's bid was approximately \$250K (8%) over the Engineer's estimate but we believe this is due to the increasing cost of petroleum (gas, diesel, asphalt, etc.) and a shortage in available trucking. Material suppliers of the aggregate specified in the contract are competing with a flourishing oil field industry for trucking resources.