

CRUZ - HOGAN *Consultants, Inc.*
Engineers • Planners • Consultants
Harlingen • McAllen

August 22, 2007

Randy L. Boyd
President
RLB Contracting, Inc.
346 Sweetwater Road
Port Lavaca, Texas 77979

Via UPS 2nd Day Air
Fax 361-552-2110

RE: Notice to Proceed
City of Port Isabel
Dredging of Channels at the Modern Venice Area

Dear Mr. Boyd:

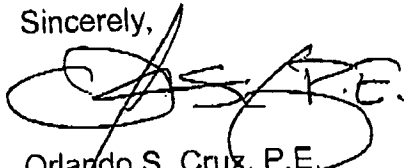
Pursuant to the terms of your contract dated July 25, 2007 for the Dredging of Channels at the Modern Venice Area Project, City of Port Isabel, you are hereby notified to commence work thereunder at the start of business on Monday, August 27, 2007.

The time for commencing the dredging operations is 30 calendar days from this date. Additionally, the time for completion set forth in the agreement is 75 calendar days, which establishes November 9, 2007 as the completion date.

Enclosed is an original copy of the fully executed agreement.

We look forward to a successful completion of this project. Should you have any questions, please feel free to contact our office.

Sincerely,



Orlando S. Cruz, P.E.
President

cc: Robert Garcia, City of Port Isabel
via Fax (956) 943-2029