

EAST RIDGE HOLDINGS, LLC

June 1, 2017

Attn: Karen E. Coleman and Elizabeth Zangari
Chief Fiscal Officer and Department Analyst II
County of El Dorado
Community Development Services
Administration and Finance Division
2850 Fairlane Court
Placerville, CA 95667

Dear Ms. Coleman and Zangari:

We received your letter that was dated on May 17, 2017 on Monday, May 22, 2017. Per Article III of the agreement we have reviewed the bids and we concur with the County's recommendation to award the project to the lowest responsible bidder, Doug Veerkamp General Engineering, Inc. for the amount of \$49,964.00. We therefore, approve the bid amount and request the County proceed with the bid award for Board of Supervisor's meeting on June 20, 2017. We do understand that an estimated \$600 for administration costs will added and final accounting of actual administrative costs will be provided upon completion of the work.

In discussions with Elizabeth we agreed that once the County has approved the lowest bidder on June 20, 2017, that within 10 calendar days we will provide the County the funds to be deposit in the Ryan Ranch ZOB account.

If for some reason a construction change order becomes necessary and it is directly related to that portion of the work for the EVA Improvement funded through the agreement (e.g., additional materials are required), we will be contacted by the County immediately with the amount and justification for the change order for consideration, consistent with provision of the funding agreement related to additional costs.

Likewise, if the zone representatives request additional work or a change to work in the EVA area that is not part of the work described in the bid and/or agreement documents, and that work requires a change order, the cost of that change order will be covered by the zone, and not be the responsibility of the Landowners under the agreement.


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This is not a change to the provisions of the funding agreement, but simply a clarification of the relationship between the funding agreement and the standard construction contract provisions.

Respectfully,


East Ridge Holdings, LLC,
a Delaware limited liability company

By: HBT East Ridge, LLC,
a Delaware limited liability company
Its: Managing Member

By: 
William B. Bunce
Its: Manager

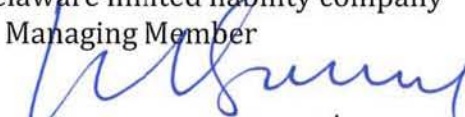
El Dorado Land Ventures, LLC,
a Delaware limited liability company

By: HBT East Ridge, LLC,
a Delaware limited liability company
Its: Managing Member

By: 
William B. Bunce
Its: Manager

Valley View Realty Investments, LLC,
a Delaware limited liability company

By: HBT East Ridge, LLC,
a Delaware limited liability company
Its: Managing Member

By: 
William B. Bunce
Its: Manager