

August 17, 2007

THREE RIVERS LEVEE IMPROVEMENT AUTHORITY

1114 Yuba Street, Suite 218 Marysville, CA 95901 (530) 749-7841 Fax (530) 749-6990

Nordic Industries, Inc. 1437 Furneaux Road Marysville, CA 95901

Attention: Jens Karlshoej

Re:

Contract No. PH 4 –2007/08-01 Feather River Levee Repair Project

Subject: Extension of Bid Validity Period- No Cost Change Order, CCO #1

Dear Mr. Karlshoej,

The purpose of this correspondence is to confirm the agreement between Nordic Industries, Inc. (Nordic) and TRLIA to extend Nordic's bid proposal for the above referenced project, bid on June 21, 2007 for an additional One Hundred and Twenty (120) Calendar Days beyond the Sixty (60) Calendar Day period described in the General Provisions of the Contract, Section 3, Article 3-2.

This agreement is subject to the following terms:

- 1. The costs for extending the time period for this work shall be negotiated. These costs may include, but shall be limited to, expenses related to overhead, mobilization, and increases to labor, equipment and materials. If agreement cannot be reached, TRLIA may cancel the contract at no penalty or cost.
- 2. TRLIA considers the priority of work on the Feather River Levee Repair Project in the following order: Segments 2, 3, 1, and lastly Site 7. Available local funding will be allocated based on this priority.
- 3. Should funding not become available to issue Notices to Proceed for Segment 1 or Site 7, Nordic shall not be entitled to compensation for these elements of work. TRLIA does not guarantee that Notices to Proceed shall be issued.

Sincerely

Paul G. Brunner, P.E. Executive Director

Approved

Nordic Industries, Inc.

Jens Karlshoei

Date

COO