

May 2, 2008

Mr. Ruben Delgado County Engineer COLLIN COUNTY 825 N. McDonald Street, Suite #160 McKinney, Texas 75069

RE: INTERLOCAL AGREEMENT BETWEEN COLLIN COUNTY AND THE CITY OF McKINNEY CONCERNING THE CONSTRUCTION OF FM 720 IMPROVEMENTS

Dear Ruben:

An Interlocal Agreement with Collin County for Construction Improvements on FM 720 was signed in June 2007 by both the City of McKinney and Collin County. The County agreed to fund construction improvements by \$5.606 million. The agreement states "the County shall remit the remaining 50 percent of this amount (\$2,803,000) to the City within 30 days after receipt of notice from the City that the project is 50 percent complete".

At this time, the project is now substantially complete. All of the main lanes have recently been poured. The project is estimated to be complete this month. By this letter, we are hereby requesting the remaining payment in the amount of \$2.803 million to fund the construction of this project.

The 2003 Collin County Bond Program allocated \$6.28 million to this project. The total cost was \$5.606 million leaving \$674,000 unexpended. We have previously requested additional County participation in the ROW acquisition for US 75. By this letter, we are requesting the excess funds be used for the cost of ROW for US 75. Please let me know how to accomplish this.

We look forward to completing this project to meet the growing traffic needs of Collin County. We are very grateful for your participation in this project.

Sincerely,

JACK E. CARR, P.E. Director of Engineering

JEC/Ims-ms

CITY OF McKINNEY

P.O. Box 517 • McKinney, Texas 75070 • Metro 972-562-6080