



HENSEL PHELPS

Plan. Build. Manage.

Mariposa Land Port of Entry Ph2-4
346 North Mariposa Road
Nogales, Arizona 85621
520.287.8922

September 3, 2016

Jim Anderson
Project Manager
Baffles Done Right
123 N 45th Drive
Phoenix, AZ 85005

Reference: Mariposa LPOE Expansion and Modernization – Phase 2-4
GSA Project No GS-09P-10-KTC-0005

Subject: 5910055-0951000 Subcontract
Serial Letter # 860

Dear Mr. Anderson,

In follow up to recent communications regarding the Metal Acoustic Panels and Screen Baffle Ceilings scope of work (the "Work"), it is Hensel Phelps Construction Co.'s ("Hensel Phelps") position that Baffles Done Right ("BDR") is deficient in meeting the current construction schedule at the Mariposa LPOE Phase 2-4 Project. As such, Hensel Phelps expects BDR to fulfill its contractual obligations under the Subcontract Agreement (the "Subcontract"), as agreed to on January 10, 2014.

In accordance with Article 15a of the Subcontract and in order to support the current construction schedule, BDR's performance of the Work must be completed by the following milestones:

- Building B GL 1-14 Screen Baffle Ceilings September 5, 2016

As it is apparent that the above mentioned dates will not be met, please provide us with a detailed work plan to ensure proper coordination with other Project work. This work plan shall include durations, equipment, manpower and material required for each element of the Work outlined above. Submission of the said plan shall be no later than September 11, 2016. BDR is hereby notified that any costs incurred by Hensel Phelps for the acceleration of other trades will be passed on to BDR in the form of a deductive change order.

Should there be any questions or comments regarding the above items, please contact the undersigned at 520.287.8922.

Respectfully,
HENSEL PHELPS CONSTRUCTION CO.

Eric H Bain
Project Manager
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