

September 27, 2006

Mr. Harry Johnson Beach House Grill P.O. Box 700 Daphne, AL 36526

Dear Harry:

I am writing to share with you my findings on the permitting of the maintenance and reconstruction of the boat slip and access channel.

There are two possible permitting avenues available to us, each of them involving the U.S. Army Corps of Engineers and the Alabama Department of Environmental Management. The route we choose would ultimately depend on the final scope of work. For the purposes of this discussion, I am limiting the work to dredging activities within the basin and channel, the replacement of the bulkhead in essentially the same configuration that you have currently, and the construction of piers landward of the bulkhead. We are also assuming no additional wetland impacts through any of the dredging or construction activities. The price estimates do include the determination of the water depths within the work area, the GPS surveying of the work area, and the preparation of all drawings necessary for the permitting. The pricing does not include permit fees which could run between \$ 950 and \$ 3,000, depending on the scope of the work. The two possible approaches and estimated costs are as follows:

Nationwide permitting - 2 Nationwide permits

Permitting	\$ 1,850
Drafting	\$ 750
Survey	\$ 1,500
	\$ 4,100
Individual Permit	
Permitting	\$ 3,250
Drafting	\$ 1,250
Survey	\$ 1,500
	\$ 6,000

I hope you find this letter helpful in deciding upon your future plans. Should you have any additional questions or need any information, please let me know.

Best regards,

Tom Hutchings

EcoSolutions, L.L.C.