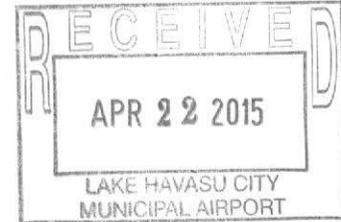


April 17, 2015

Mr. Steve Johnston
Airport Manager
City of Lake Havasu City
5600 North Hwy 95, Suite 1
Lake Havasu City, AZ 86404



Re: Airport Development Reimbursable Grant Agreement
ADOT Grant Number E5S1R
Lake Havasu City Airport

Dear Mr. Johnston:

Enclosed for your signature are two (2) copies of Amendment One for the above listed grant. This amendment increases the grant amount by \$250,000 to \$547,000 and modifies the scope from: Construct erosion & FOD control improvements near RWY 14 and Twy A to Construct erosion & FOD control improvements near RWY 14 and Twy A and Construct drainage improvement for Runway 14/32. All other provisions of the grant remain the same.

Please have both originals signed and dated where appropriate before returning to ADOT for processing.

Upon receipt of the completed and signed amendment, we will execute them on behalf of the State and return one original for your files.

If you have any questions, please contact me at KPotts@azdot.gov (602) 712-7597.

Sincerely,

A handwritten signature in black ink, appearing to read "Kenneth S. Potts". The signature is fluid and cursive, with a large loop at the end.

Kenneth S. Potts, A.A.E., MBA
Airport Grants Manager

Enclosures (2)

**Arizona Department of Transportation
Multimodal Planning Division
Aeronautics Group**

Airport Development Reimbursable Grant Agreement

Amendment Number One

AMENDMENT to the Airport Development Reimbursable Grant Agreement E5S1R dated October 9, 2014, between the STATE OF ARIZONA, acting by and through its DEPARTMENT OF TRANSPORTATION, through its Multimodal Planning Division (the "State") and Lake Havasu City, a political subdivision of the State of Arizona ("the Sponsor").

AGREEMENT

The Airport Development Agreement dated October 9, 2014, is amended as follows:

1. Revise Exhibit C, Schedule One, the project's description

From: Construct erosion control & FOD control improvements near Runway 14 and Taxiway A.

To: Construct erosion control & FOD control improvements near Runway 14 and Taxiway A, and Construct drainage improvement for Runway 14/32.

2. Paragraph 2 of the Obligations is replaced by the following:

The maximum reimbursement available from the State to the Sponsor shall be Five Hundred Forty Seven Thousand Dollars (\$547,000.00).

3. All other provisions of the Airport Development Agreement remain applicable and unchanged except as herein modified.
4. This Airport Development Agreement Amendment is effective upon the signature of the representative of the State.

Grant Number E5S1R

Lake Havasu City
Lake Havasu City Municipal Airport

IN WITNESS WHEREOF, the parties hereto have caused this agreement to be executed by their duly authorized respective officers.

STATE:

State of Arizona
Department of Transportation
Multimodal Planning Division

SPONSOR:

Lake Havasu City
Lake Havasu City Municipal Airport

By: _____

Title: Dallas Hammit, Director

Date: _____

Signature: _____

Title: _____

Date: _____

WITNESSED BY:

Signature: _____

Print Name: _____

Date: _____

WITNESSED BY:

Signature: _____

Print Name: _____

Date: _____