

P.O. BOX 935 • Stafford, Texas 77497-0935

March 18, 2024

Purchasing Department Brazoria County Courthouse West Annex 451 N. Velasco Street, Suite 100 Angleton, Texas 77515

Attention: Ms. Susan P. Serrano, CTPM, CTCM Brazoria County Purchasing Director

Re: ITB#21-32 Road Materials – Surface Courses
Item 5.1 Recycled Asphaltic Concrete Pavement (RACP) (Item 340, Type "D")
Mix with AC-20 Asphalt
Item 5.2 Recycled Asphaltic Concrete Pavement (RACP) (Item 340, Type "B"),
Mix with AC-20 Asphalt
Item 5.3 Hot Mix Asphaltic Concrete Pavement - Asphalt Mix Type D

Dear Ms. Serrano,

American Materials, Inc. would like to provide you with supporting documents for our price increase letter dated March 18, 2024, as you have requested in your e-mail, which is due by Tuesday, March 19, 2024.

Included in the attachments are price increase letters from our aggregate suppliers for sized aggregates. The prices increased by \$8.00 per ton. Based on our mix designs, this equates to a cost increase of \$6.40 per ton for finished HMA at our Angleton location.

Furthermore, prices (see attached) from the Union Pacific Railroad Company increased by \$50.00 per car on July 1, 2023, and by \$80.00 per car on January 1, 2024. We have been contacted by our UPRR representative and have been told we will receive a similar annual escalator this year on July 1, 2024. These railroad freight increases would equate to a total of \$1.58 per ton of finished, manufactured Hot Mix Asphalt FOB our plant located at 500 Ward Street, Angleton, Texas.

This information shows that the total material cost increase for one ton of manufactured Hot Mix Asphalt, FOB our plant at 500 Ward Street, Angleton, Texas is \$9.58 per ton.

In addition to raw material increases, American Materials, Inc. has also seen unprecedented increases in ancillary operating inputs that are essential to the



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manufacturing of Hot Mix Asphalt. Process fuel (i.e. natural gas and diesel fuel), equipment operating expenses, parts, and labor have all soared over the last year as well.

In an effort to be a good partner with Brazoria County, American Materials, Inc., is at this time, only requesting a price increase of \$5.00 per ton effective as of April 25, 2024 only in order to cover the above mentioned raw material increases. This in turn would increase the price of manufactured asphalt from \$74.00 per ton to \$79.00 per ton whether it is Item 5.1, Item 5.2 or Item 5.3.

We trust that this explanation and the attached documents are what you need for submittal to Commissioners Court.

We appreciate your consideration and approval of this requested price increase. Please let me know if we can be of any further assistance.

Very truly yours, American Materials, Inc.

3/1

Bradley T. Greene President



HALLETT MATERIALS

TEXAS DIVISION P.O. Box 329 Porter, Texas 77365 (281) 354-2215

April 19, 2022

Dear Valued Customer,

In order to continue to provide the service you have come to expect, Hallett Materials will increase pricing on the following materials effective July 2, 2023 at The Porter and Hempstead locations.

Product	Increase
Porter Concrete Sand	\$2.00 / ton
Hempstead Concrete Sand	\$1.00 / ton
All Gravel Products	\$4.00 / ton

We thank you again for your business and look forward to continuing to provide you with our quality products and services.

Respectfully,

Jacob McCurry

Hallett Materials Operations Manager





Producers of Quality Products Sand • Gravel





Heidelberg Materials

Southwest Region - Aggregates 300 E. John Carpenter Freeway Inving, TX 75062 (972) 653-5300

March 27, 2023

To Our Valued Customer,

As we prepare to enter the 2023 construction season, we want to say thank you for your continued business. As always, our goal is to continue offering quality construction materials and best in class service. Partners like you allow us to continually reinvest in our business which is a priority for 2023 and beyond.

As you are aware, costs have continued to increase at a pace that makes it difficult to maintain margin levels that allow for timely reinvestment in our operations. Although inflation has eased slightly coming into the year, it is being forecasted to remain well above historical levels. Continued supply chain challenges have also put pressure on parts pricing which is critical for our day-to-day operations.

To that end, we are announcing a price increase that will be effective July 1, 2023, at all locations in the South Texas area. For project work, we will begin quoting these prices immediately. We will not be granting any pricing protection and these prices are firm.

Locations	Product	Increase Amount
All Houston Area Rail Terminals	All Limestone Products	\$2.00
Arena, Eagle Lake, & Sealy	Gravel	\$1.00
Arena, Eagle Lake, & Sealy	Sand	\$0.50

Heidelberg Materials values your business and appreciates the continuation of this partnership. If you have any questions, please contact your sales representative.

Sincerely,

Justin Blandford Director of Sales

Sten Souther

Steve Southwell South Texas Sales Manager

Heidelberg Materials



Southwest Region - Aggregates 300 E. John Carpenter Freeway Irving, TX 75062 (972) 653-5500

March 2, 2023

To Our Valued Customer,

As we prepare to enter the 2023 construction season, we want to say thank you for your continued business. As always, our goal is to continue offering quality construction materials and best in class service. Partners like you allow us to continually reinvest in our business which is a priority for 2023 and beyond.

As you are aware, costs have continued to increase at a pace that makes it difficult to maintain margin levels that allow for timely reinvestment in our operations. Although inflation has eased slightly coming into the year, it is being forecasted to remain well above historical levels. Continued supply chain challenges have also put pressure on parts pricing which is critical for our day to day operations.

To that end, we are announcing a price increase that will be effective May 1, 2023 at all locations in the Central Texas area. For project work, we will begin quoting these prices immediately. We will not be granting any pricing protection for backlogged work and these prices are firm.

Locations	Product	Increase Amount
Servtex & Burnet	Limestone – sized	\$2.50
Servtex & Burnet	Manufactured sand	\$1.00
Servtex & Burnet	Flex base	\$0.75

Heidelberg Materials values your business and appreciates the continuation of this partnership. If you have any questions, please contact your sales representative.

Sincerely,

Justin Blandford SW Division Director of Sales

Jamie Middleton Central Texas Sales Manager

Bill Evans – Sales Representative – Servtex (830) 730-3146 Matt Hentzell – Sales Representative – Burnet (346) 804-0088



HALLETT MATERIALS

TEXAS DIVISION P.O. Box 329 Porter, Texas 77365 (281) 354-2215

December 28th, 2023

Dear Valued Customer,

In order to continue to provide the service you have come to expect, Hallett Materials will increase pricing on the following materials effective **FEBRUARY 4TH**, **2024** at **All Hallett Locations**

Product	Increase		
Concrete Sand	\$1.00 / ton		
Gravel	\$2.00 / ton		
Fine Sand	\$1.00 / ton		
Bank Sand	\$0.50 / CY		
Select fill	\$0.50 / CY		

We thank you again for your business and look forward to continuing to provide you with our quality products and services.

Respectfully,

Jacob McCurry Operations Manager Hallett Materials





Producers of Quality Products • Sand • Gravel





Heidelberg Materials

Southwest Region - Aggregates

300 E. John Carpenter Freeway Irving, TX 75062 (972) 653-5500

October 23, 2023

To Our Valued Customer,

We would like to say thank you for your continued business. As always, our goal is to continue offering quality construction materials and best in class service.

As we plan for 2024, it has become apparent that continued demand will require significant investment into our plants and people to maintain service levels.

To that end, we are announcing a price increase that will be effective January 1, 2024, at all locations in the South Texas area. For project work, we will begin quoting these prices immediately. We will not be granting any pricing protection and these prices are firm.

Locations	Product	Increase Amount
All Houston Area Rail Terminals	All Limestone Products	\$2.50
Arena, Eagle Lake, & Sealy	Gravel	\$2.00
Arena, Eagle Lake, & Sealy	Sand	\$1.25

Heidelberg Materials values your business and appreciates the continuation of this partnership. If you have any questions, please contact your sales representative.

Sincerely,

Justin Blandford Vice President of Sales

Sten Souther

Steve Southwell South Texas Sales Manager

UPRR 14 - 1/1/2024 Pricing Matrix

Effective 1/1/2024, Union Pacific is announcing the following price adjustingments in UPRR 14 for aggregate business.

Please review the following summary below illustratating various increases by market. Official publication can be referenced on or before Dec 1, 2023

tor

		1/1/24
Market	County	Escalator
Austin/San Antonio	Atascosa	\$55
Austin/San Antonio	Bexar	\$55
Austin/San Antonio	Burleson	\$55
Austin/San Antonio	Burnet	\$55
Austin/San Antonio	Colorado	\$55
Austin/San Antonio	Comal	\$55
Austin/San Antonio	Williamson	\$55
Beaumont	Hardin	\$0
Beaumont	Jefferson	\$0
Beaumont	Orange	\$0
Bryan	Brazos	\$65
Bryan	Grimes	\$65
Corpus	Kleberg	\$50
Corpus	Nueces	\$50
Corpus	Refugio	\$50
Corpus	Dewitt	\$50
Corpus	San Patricio	\$50
Corpus	Victoria	\$50

		1/1/24
Market	County	Escalator
DFW	Collin	\$40
DFW	Dallas	\$40
DFW	Ellis	\$40
DFW	Kaufman	\$40
DFW	Lamar	\$40
DFW	Rockwall	\$40
DFW	Tarrant	\$40
DFW	Wise	\$40
Eagle Ford	La Salle	\$50
Eagle Ford	Live Oak	\$50
Eagle Ford	McMullen	\$50
East Texas	Angelina	\$60
East Texas	Cherokee	\$60
East Texas	Gregg	\$60
East Texas	Harrison	\$60
East Texas	Nacogdoches	\$60
East Texas	Bowie	\$60

		1/1/24
Market	County	Escalator
East Texas	Polk	\$60
East Texas	Rusk	\$60
East Texas	Shelby	\$60
East Texas	Smith	\$60
East Texas	Titus	\$60
Houston	Brazoria	\$80
Houston	Chambers	\$80
Houston	Fort Bend	\$80
Houston	Galveston	\$80
Houston	Harris	\$80
Houston	Harris (Katy)	\$60
Houston	Liberty	\$80
Houston	Walker	\$80
Houston	Waller	\$80
Houston	Montgomery	\$80
Houston	Hempstead	\$80
Kansas	Various	\$40

		1/1/24
Market	County	Escalator
North Louisiana	Bossier	\$45
North Louisiana	Caddo	\$45
North Louisiana	Ouachita	\$45
North Louisiana	Allen	\$45
Oklahoma	Canadian	\$60
Oklahoma	Oklahoma	\$60
Oklahoma	Garfield	\$60
South Louisiana	Calcasieu	\$45
South Louisiana	Iberia	\$45
South Louisiana	St James	\$45
South Louisiana	St Landry	\$45
South Texas	Cameron	\$65
South Texas	Hidalgo	\$65
South Texas	Webb	\$65
Waco	Mclennan	\$55

Overall Comment(s): Rate(s) are for unit train service

* Rate(s) are subject to UP 14 and UP 6004 provisions.

* Rate(s) are subject to UP Mileage-based fuel surcharge.

- * Rate(s) are subject to selective increases.
- * Rate(s) are subject to siding availability.
- * Switch absorbtion \$0 at origin and destination unless indicated
- * Facilities must take unit train plus locomotives with one switch.
- * Train shipments are subject to UPRR Operations approval.
- * Rate(s) not valid without UP approval of unit trains.
- * Rate(s) are based on 24 hour load and unload time.

* Counties not listed above are subject to selective increases please work with your sales rep for pricing

Overall Comment(s): Rate(s) are for manifest service

* Rate(s) are subject to UP 14 and UP 6004 provisions.

* Rate(s) are subject to UP Mileage-based fuel surcharge.

* Rate(s) are subject to selective increases.

* Shipments are subject to UPRR Operations approval.

* Predicated that UPRR has manifest service access at origin and destination.

Brian Asp

From: Sent: To: Cc: Subject: Attachments: Brad Greene Thursday, May 4, 2023 7:14 AM Brian Asp; Richard Burkholder Katrina Sassin FW: UP 14 Rock Rates UP 14 Tariff 7.1.23.xlsx

From: Carolyn Bogatz <csbogatz@up.com>
Sent: Wednesday, May 3, 2023 9:29 AM
To: Brad Greene <bgreene@durwoodgreene.com>
Subject: UP 14 Rock Rates

[EXTERNAL] Links and attachments may be dangerous. Call the help desk at (832) 944-6240 if you aren't sure. Hi Brad,

As you know we renew the majority of our Rock portfolio on 7/1. I'd like to provide you with your renewals rates valid from 7/1/2023 - 6/30/2024. Through customer feedback, we decided to revamp our Rock pricing with the intent of fostering better customer service, namely, in terms of simplicity such as rating and publication to help limit downstream administrative efforts.

I'd like to take this opportunity to walk you through the major changes:

- Adjusted train size for consistency and adopted few vs many train size breaks
- Adopted County to County pricing for the tariff
- Over time Union Pacific has invested in 286k track across the network for this reason we have removed low capacity car rates unless noted on a case by case basis
- Directionally, on an average basis, some rates might be higher and some might be lower but we targeted the following increases per region

	Increase v
Region	current rates
Texas: Austin/Sait	\$ 50
Texas: Beaumont	\$ 55
Texas: Bryan	\$ 50
Texas: Corpus	\$ 45
Texas: Dallas	\$ 40
Texas: EagleFord	\$ 40
Texas: East TX	\$ 45
Texas: Houston	\$ 50
Texas: South TX	\$ 45
State: Kansas	\$ 35
State: Louisana	\$ 60
State: Oklahoma	\$ 55

Excel attachment details:

• The first tab is a terms and conditions tab for all rates. The second tab are tariff rates.

- Tariff rates
 - The tariff is published by county to county and applies to all City, ST combinations within that county for instance Jefferson, TX county includes Pt Arthur, TX, Beaumont, TX and so on.
 - The tariff has 2 (two) types of train sizes published
 - Less than 90 cars also applies to manifest shipments (reference column C private rates & column E rail cars)
 - 90 to 105 cars (reference column D private rates & column F rail rates)
 - At this time because we migrated from many train sizes to only two and because we fully revamped the tariff we are unable to give you side by side rates rate changes but have provided you directional pricing above. We will be in a position to provide this information next year for the 7/1/2024 renewals.

We respectfully ask for any feedback that you may have no later than May 22, 2023. We appreciate and value you as a partner of the Union Pacific Railroad.

Thank you!

Carolyn Bogatz

Marketing & Sales | Manager - Industrial Phone: 281.350.7133 | Cell: 402.202.1859 Union Pacific Railroad | 24125 Old Aldine Westfield Rd | Spring, TX 77373 Email: <u>CSBogatz@up.com</u> Customer Care & Support: 800.272.8777 EDI Web Support Desk: 800.872.1045

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