

EXHIBIT 8



MATERIALS MANAGEMENT DIVISION • 901-B TEXAS STREET • DENTON, TEXAS 76209
(940) 349-7100 • FAX (940) 349-7302

October 18, 2016

MAG Construction Services, LLC
320 Little School Road
Kennedale, Texas 76060
Attn: Ron Dailey, Owner
P#817-929-1352 / F#817-563-1446
Email: rdailey@magconstructionservices.com

RE: City of Denton Contract Number #5753

Dear Mr. Dailey:

Over the past several months, the City of Denton has issued two (2) demand letters regarding contractual deficiencies at the Airport Hangar Project. Many of these identified issues have still yet to be resolved. Finally, you're promised completion date for delivery of this project is months behind, and with each added late day, the City of Denton is not able to lease the facilities and has lost considerable revenue.

On September 27, 2016, MAG Construction was also afforded a final opportunity to correct all issues, with the added requirement that you hire competent workers and tradesmen that have been *pre-approved* by the City of Denton. You did not comply with those instructions, and proceeded to bring workers on the jobsite that were not approved by the City.

In accordance with the provisions of Contract #5753, Exhibit D, Article 2.3, the City of Denton hereby orders MAG Construction to **cease all work** on this project. In accordance with the provisions of Contract #5753, Exhibit D, Article 2.4, the City of Denton will utilize move forward with the Owner's right to carry out the work. In accordance with the provisions of Contract #5753, Exhibit C, Article 6 B – Liquidated Damages, the City of Denton shall calculate the overall damages (\$500 per day) for each day that the project has been late on promised delivery.

If you have any questions regarding this notice, please contact me at Elton.Brock@cityofdenton.com or (940) 349-7100. Your prompt attention to this matter will be greatly appreciated.

Regards,

Elton D. Brock, MBA, CTPM, CTCM, C.P.M.
Manager
Materials Management and Purchasing
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