

July 26, 2000

Mr. Dios Marrero
Burbank-Glendale-Pasadena
Airport Authority
2627 Hollywood Way
Burbank, California 91505

Dear Dios,

Under the Title Transfer Agreements that the City and the Authority executed last November, the City was afforded an option to purchase the portion of the B-6 Property that is presently held by the trustee. The City has until July 31, 2000 to exercise the option.

The City Council has directed me to inform you that the City will not be exercising the option to purchase all or a portion of the Trust Property. Consequently, the Title Transfer Agreements obligate the Authority to sell the property for non-airport purposes. The City and the Authority have agreed that the City will cooperate in the marketing and sale of the Trust Property, and that the City will allow the property to be developed to its highest and best use, consistent with the City's zoning ordinances and other land use laws. The City stands ready to fulfill its obligations in the sale of the Trust Property.

Sincerely,

Robert R. Ovrom
City Manager

c: City Council
Trustee
Burbank Commissioners
Mayor Dave Weaver
Mayor Bill Bogaard