



July 11, 2011

Nate Galambos, Director of Engineering Services
County of Napa Public Works Department
1195 Third Street, Room 201
Napa, CA 94559

Re: Napa Airport Center, Unit 2
Construction Bond Estimate Update
Request for extension of Agreement #4105

Dear Mr. Galambos,

Thank you for your letter dated June 13, 2011, to William Dimick, the developer's representative, regarding the condition imposed on the current extension of the bond for work to be completed on Devlin Road as described in Agreement #4105. In your letter, you note that the Public Works staff report for the October 27, 2009, Board of Supervisors meeting placed a condition on the current bond extension which called for an annual update to be provided to your department by Barrel Ten Quarter Circle (BTQC), the developer of Napa Airport Center, Unit 2, describing the current development status of the Greenwood Commerce Center and Napa Commerce Center projects.

Mr. Dimick has been in contact with representatives from Sierra West (Greenwood Commerce Center) and Kris Pigman (Napa Commerce Center) both of whom stated that there currently are no plans to move forward with either project. In addition, it is unknown whether the County is moving forward on the construction of the bridge over Fagan Creek.

With this letter, we are formally requesting an extension of the bond through October 31, 2012 and for the estimate to remain at the current amount of \$814,050. With the continued soft construction market, we are assuming the construction cost estimate remains valid.

BTQC will commence the remaining street improvements as such a time when the improvements are actually required or when the County or an adjoining developer is prepared to construct one of the adjoining portions of Devlin Road. I trust this correspondence shall suffice for meeting the condition placed on the current bond extension.

Please contact me directly if you have any questions.

Sincerely,

Andrew Simpson, P.E.
Principal

Cc: Bill Dimick, Architect
John Franzia, Jr., Barrel Ten Quarter Circle
Dan Leonard, Barrel Ten Quarter Circle