LAW OFFICES

MCKEEHAN, BERNARD & WOOD

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June 23 1988

DiGiulio Pontiac GMC, Inc. Attention: RICH DIGIULIO 4411 Peralta Boulevard Fremont, California 94536

Tasha, Inc. Attention: HANK TORIAN 4074 Eggers Drive, Suite G Fremont, California 94536

Moran Properties Attention: JIM MORAN 4343 Peralta Boulevard Fremont, California 94536

Don Signer Buick, Inc. Attention: DON SIGNER 38623 Fremont Boulevard Fremont, California 94536

Fremont Ford Attention: DEE BARNES 3909 Thornton Avenue Fremont, California 94536

RE: Auto Mall/Santa Fe

Claridges Limited

Attention: TOM CLARIDGE 4300 Peralta Boulevard Fremont, California 94536

Fremont Mazda Attention: FRANK MEADS 4450 Peralta Boulevard Fremont, California 94536

Pierotti Motors, Inc. Attention: Henry Pierotti 35018 Fremont Boulevard Fremont, California 94536

Fremont Lincoln-Mercury Attention: MARK HAMILTON 36761 Fremont Boulevard Fremont, California 94536

PERSONAL & CONFIDENTIAL

Gentlemen:

Enclosed for your review and information is a copy of a letter I received from Kent McClain dated June 16, 1988.

Should you have any questions or comments, please do not hesitate to contact me.

Sincerely,

McKEEHAN, BERNARD & WOOD

JAMES W. McKEEHAN



City of Fremont

City Government Building 39700 Civic Center Drive Fremont, California 94537

June 16, 1988

(415) 790-6610

AUTO DEALERS

Gentlemen:

At our meeting on May 18, we indicated we were having regular meetings with Santa Fe and with Jim. We are continuing to review Santa Fe's increasingly refined proposals with the intent of having a decision on a course of action no later than June 30, 1988.

Additionally, we are carefully assessing the prospects of the development of another auto center in our adjacent cities. Our analysis indicates we are far ahead of any of our neighboring communities in identifying a site, providing environmental impact analysis, design of freeway improvements, and financing plans. All of these activities but the latter tend to be public and follow internal staff discussions. None of these public activities, such as production of EIR's for an auto center, are underway. Such an EIR, which is required by law, would take at least six months to complete. We have already cleared that hurdle.

In closing, let me say we are committed to the development of an auto mall in Fremont and will use every resource at our command to make it happen. We will keep you involved and informed as we move through the process.

Sincerely,

CHARLES K. McCLAIN

City Manager

cc: City Council
Mr. Bruce Rupp

