

Point Pillar Project Developers, LLC

P.O. Box 158

Half Moon Bay, CA 94019

Tel: 650-726-4402

Fax: 650-726-3615

February 13, 2006

Ms. Lisa Grote
Director of Community Development
Environmental Services Agency
County of San Mateo
455 County Center, 2nd Floor
Redwood City, CA 94063

Dear Ms. Grote:

In order to comply with Condition of Approval No. 45 for the use permit in connection with construction at Pillar Point Harbor, we have done the following:

1. We have required subcontractors to enter into contracts which specifically require them to pay the prevailing local wage to all workers.
2. We have used union labor on the project where it is practical to do so, and we have required non-union contractors to pay the prevailing wage.
3. We have provided the county with a list of the subcontractors who have agreed to pay the prevailing wage.

Inasmuch as all of our construction work except, for that of two construction managers, is performed by the above mentioned subcontractors, we are confident to report that the requirements of Condition 45 are being met.