

Community Education Centers

75 Livingston Avenue

Roseland, New Jersey 07068

February 5, 2001

Tel: (973) 226-2900 Fax: (973) 740-8560

Mayor Jim Shaw
City of Rapid City
300 Sixth Street
Rapid City, SD 57701

Re: Community Alternatives of the Black Hills

Dear Mayor Shaw:

Community Education Centers, the parent company of Community Alternatives of the Black Hills (CAB), is interested in expanding our operation presently located on City land near the Material Recovery Facility. The work release program we operate under contract with the South Dakota Department of Corrections, the Federal Bureau of Prisons and the US Probation Office has been successful and, if possible, we would like to expand the facility by adding another structure to serve additional residents.

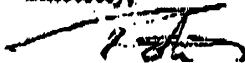
In order to accomplish this expansion, we will have to lease additional land from the City. Our local staff has met with representatives of the Material Recovery Facility and they are not opposed to our leasing additional space to the south of our present facility.

We understand that there are other requirements that we must follow. These requirements may include the amendment of our Use on Review, adherence to the Uniform Building Code with regard to any new modulars moved onto the site and the installation of sewer and water lines according to code.

In order for CAB to proceed, we request authorization from the City Council to pursue leasing additional land for this facility; and, if that request is granted, a formal lease agreement be negotiated for your approval. We understand that we will be required to amend the existing Use on Review for this facility in conjunction with the negotiation of an amendment to our existing lease.

If you have any questions, please do not hesitate to contact me at (973) 226-2900 x 234. We look forward to working with the City in this matter.

Sincerely,



Robert Mann
Assistant to the President

CC: Scott Schulz, Community Alternatives of the Black Hills