



September 16, 2011

Thomas G. Schanke
W245 S6020
Red Wing Drive
Waukesha, WI 53189

RE: NOTICE OF EXERCISE OF RIGHT TO REPURCHASE Parcel #2 (LOT 16)
Menasha, WI

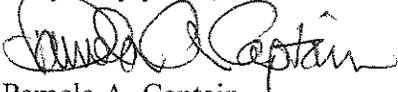
Dear Mr. Schanke:

On March 24, 2011, the Common Council approved the City entering into a Development Agreement with The Ponds of Menasha, LLC. On September 7, 2011, the Development Agreement was executed. As you are aware The Ponds of Menasha, LLC has agreed to develop Parcel #2 (LOT 16) as referenced in the agreement between the City and you dated May 30, 2002.

In accordance with paragraph 12, B, in Section D of the agreement between you and the City of Menasha, you were to have commenced construction on LOT 16 within five (5) years from the transfer of the parcel to you. The parcel was transferred to you in June 2003. More than five years has past and construction has not commenced. The City is ready to proceed with the reacquisition of LOT 16 in order to ensure development of the parcel. Therefore, the City is hereby exercising its right to repurchase LOT 16 for a total purchase price of \$165,000, plus associated transfer costs. Our target date to complete this transaction is before the end of this year.

Please contact me at your earliest convenience to discuss this matter.

Very truly yours,


Pamela A. Captain

Cc: Common Council & Mayor
Attorney Timothy B. Anderson