



STATE OF WASHINGTON
OFFICE OF FINANCIAL MANAGEMENT

Insurance Building, PO Box 43113 · Olympia, Washington 98504-3113 · (360) 902-0555

February 6, 2004

Bob Williams, President
Evergreen Freedom Foundation
Post Order Box 552
Olympia, WA 98507

Bob
Dear ~~Mr. Williams~~:

On behalf of Governor Locke, I am writing to respond to your requests of January 29 and February 3, 2004, for clarification of the terms of the Project Olympus Master Site Development and Location Agreement between the Boeing Company and the State of Washington.

You are correct in assuming that the state has amended the contract regarding the Large Cargo Freighter, as outlined in Exhibit E. I have enclosed a copy of the amendment that covers this change.

Regarding funding for the Employment Resource Center (ERC) discussed in Exhibit D-3-3, Governor Locke decided to change his request to the Legislature to improve the timing of the funding and to take advantage of the availability of federal funds. In order to build and equip the ERC by December 2005 (the date referenced in Exhibit D-3-1), work must begin as soon as possible. Thus, we could not wait until Capital Budget funds are appropriated in the 2005-2007 budget. Furthermore, this is an allowed expenditure of federal funds under the Reed Act, and we propose using these federal funds for this purpose.

There is no need to revise the contract for the ERC change because we will still meet our material obligations to provide the ERC as specified in the contract and by the date specified.

Thank you for your inquiry. If you have additional questions, please contact Hal Spencer of my staff at (360) 902-0525.

Sincerely,

Marty
Marty Brown
Director

Enclosure

