

SFUSD

SAN FRANCISCO UNIFIED SCHOOL DISTRICT
TRANSPORTATION DEPARTMENT
1000 SELBY STREET
SAN FRANCISCO, CA 94124
TEL: 415-695-5505 FAX: 695-5759

June 15, 2007

Ms. Barbra Perry
Laidlaw Transit, INC
201 North Civic Drive
Suite 150
Walnut Creek, CA 94596

Dear Ms. Perry:

This is to follow up on our phone conversation of last Tuesday, May 22, 2007.

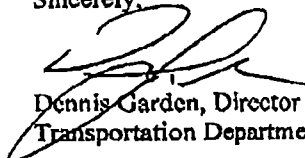
As you know, I asked you to confirm that the buses Laidlaw delivered for use on District routes comply with all the requirements of our contract dated June 30, 2005.

During our conversation you responded by telling me that we would not be receiving a confirmation letter from the manufacturer of the school buses because the buses were not fitted with a closed crankcase emission control system, as specified in Article 8g of the contract. Please confirm that this is still the case. In addition, as is our right under the contract, please provide me with any and all information and documents you have regarding, or in any way related to, the issue of the closed crankcases. And finally, as a matter of clarification, please let me know whether there are any other areas where the vehicles delivered, or the maintenance performed on those vehicles, do not meet the specifications set forth in our contract. If there are any additional non-compliant areas, please provide me with any and all information and documents you have regarding these non-compliant areas.

As you would expect the District expects full compliance with the contract, including all vehicle specifications.

If you have any questions, please contact me at 695-5725.

Sincerely,


Dennis Garden, Director
Transportation Department

Cc: David Goldin
Bob Gonzalez

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