

PERKINS COIE LLP

August 16, 1999

TO: Roy J. Koegen
FROM: Tracy Richter
RE: **River Park Square Project**
SPPDA

At your request, I attended a meeting this afternoon of the Spokane Downtown Foundation Board of Directors. The Board members in attendance were Tom White, Dave Broom and Chris Schug. Mike Ormsby, Duane Swinton, Betsy Cowles and Bob Robideaux were also there. This memo is a very brief overlook of the tone of the meeting. I have attached copious notes which provided further details.

A construction status of the Project was provided by Bob Robideaux. He stated, among other things, that to there knowledge, AMC was scheduled to open 8/20/99.

Mr. Ormsby stated that the documents necessary to be executed by the Foundation for closing will not be executed without PDA approval. A Foundation Resolution was executed which authorized the execution of the documents.

Mr. Ormsby also explained why you were not present and that he expected to speak with you upon your return. Ms. Cowles requested that Mr. Swinton be present during those conversations.

Mr. Robideaux stated that this is a huge national chain with leverage. Free parking is a huge issue. When Ms. Schug strongly stated her disappointment in the situation, Mr. Robideaux apologized to the Board and suggested that other beneficiaries of a vibrant downtown should contribute to the validation program.

Ms. Cowles stated that she was upset about the letter from T. Novak now public record. Asks that all future letters come from Roy Koegen.

Bottom Line: Foundation wants to make the PDA happy and is waiting from your approval for closing.

Call Mike Ormsby ASAP