

OHLONE COMMUNITY COLLEGE DISTRICT

MEMORANDUM

TO: Board of Trustees

FROM: Douglas Treadway

DATE: August 9, 2006

SUBJECT: Consideration of Approval of Nonbinding Letter of Intent for the Lease of District Surplus Real Property

The Superintendent/President recommends that the Board of Trustees approve that the District enter into a nonbinding letter of intent with Sobrato Development Company with regard to the lease of certain portions of the District's surplus real property located on Mission Boulevard in Fremont, California, adjacent to the Ohlone College campus.

To illustrate the critical and increasingly expensive District capital needs, an updated plan will be provided at the meeting. This version of the plan reflects recent bidding results. For this version, it is assumed that the District will have available \$25 million in prepaid rent from the developer to support District capital needs. As is readily evident from overall projected costs, there is still a huge unmet resource need.