



 BRUCE BURROW

CERTIFIED MAIL

October 20, 2008

Mayor Doug Formon
City of Jonesboro
City Hall
515 West Washington Avenue
Jonesboro, Arkansas 72401

Dear Mayor Formon:

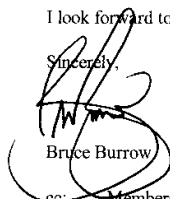
As I have previously outlined in meetings and written correspondence, it is my unchanging position that the City of Jonesboro was, at a minimum, grossly negligent in its process of determining the required amounts of flood storage water conveyance in connection with the Kohl's development near Whiteman's Creek. As a result of this negligence and what I believe to be fraudulent action of the City, I was forced under the threat of withholding the occupancy permit for Kohl's to incur over \$500,000.00 in unnecessary improvements.

Dan Pierce and I have tried to contact you numerous times since we presented you with the written evidence you required. You were to get back to us. I waited for months without the courtesy of a response.

Despite your lack of response and given your term is coming to end in the next few weeks, I want this issue resolved. I am continuing to use my best efforts to resolve this matter in good faith, and I am hopeful that I will not have to resort to litigation to end this dispute, but make no mistake I will do so if I have to. However, in an effort to resolve this issue so it won't have to be dealt with by the new administration, I offer this compromise. Please accept this letter as a one time offer to settle this matter with the City of Jonesboro for payment of the sum of \$250,000.00 to be paid to me within 30 days. This is my final offer of settlement.

I look forward to your response.

Sincerely,



Bruce Burrow

cc: Members of the City Council
Office of the City Clerk
Office of the City Attorney
Quattlebaum, Grooms, Tull and Burrow, PLLC