1150 E. Sepulveda Blvd. • Carson, CA 90745

TEL (562) 424-5525 FAX (562) 424-5934

January 4, 2019

Via U.S. Mail and email:SNaaseh@carson.ca.us
Saied Naaseh
Director of Community Development
City of Carson
701 East Carson St.
Carson, CA 90745

Re: City of Carson Pending Resolution 19-

Dear Saied:

Shippers understands that, as a condition for extending its occupancy of the Marathon property, the City of Carson is renewing its demand for an impact fee in 2019 as it demanded for the years 2017 and 2018. In each of those years, the City required a Development Impact Fee of \$250,000, which is \$62,500 a quarter.

In its pending Resolution, the City is demanding an annual Extended Compliance Impact Fee of \$250,000 a quarter, or \$1,000,000 annually, that is 4 times the annual amount of the two previous impact fees. From Shipper's perspective, there doesn't appear to be a change of circumstance that would merit such a significant increase. Nevertheless, Shippers wishes to continue is occupancy of the Marathon property. It believes that since it would continue on the property, under the same terms and conditions as before, that a continuation of the impact fee at the same amount of \$62,500 a quarter would be an appropriate quarterly impact fee.

Shippers looks forward to your response. Thanks.

Sincerely,

SHIPPERS TRANSPORT EXPRESS, INC.

Kevin Baddeley, President.

EXHIBIT NO. 2