

STANFORD
UNIVERSITY



LARRY HORTON
*Senior Associate Vice President
Director of Government and
Community Relations*

February 21, 2006

The Honorable Breene Kerr, Mayor
The Honorable Craig A. T. Jones
The Honorable Jean Mordo
The Honorable Mike O'Malley
The Honorable Dean Warshawsky
Los Altos Hills Town Council
Town Hall
26379 Fremont Road
Los Altos Hills, CA 94022-2624

Dear Mayor Kerr and Council Members:

Recently, Santa Clara County and Stanford concluded an agreement requiring Stanford to pay for improvements to trails.

One of the trails covered by the agreement is the C-2 trail in the Santa Clara Countywide Trails Master Plan. Stanford is offering to pay to improve that trail in Los Altos Hills in accordance with the provisions of the Santa Clara County-Stanford agreement.

Whether, when, and how the C-2 trail in Los Altos Hills is improved is, of course, the decision of Los Altos Hills. The conditions under which Los Altos Hills can receive the funds to improve the trail are specified in the agreement between Santa Clara County and Stanford entitled AGREEMENT FOR TRAIL EASEMENTS, CONSTRUCTION, MANAGEMENT AND MAINTENANCE AND GRANTS OF EASEMENTS ("Agreement"), a copy of which is attached.

Without in any way intending to modify the terms of the Agreement, let me summarize the main provisions of the offer of funding to Los Altos Hills:

1. Los Altos Hills may receive up to \$1.05 million dollars from Stanford for improvements to the existing trail along Arastradero Road from the end of the S1-C trail to the Arastradero Preserve as generally depicted in Exhibit A of the Agreement.
2. To receive such funds, Los Altos Hills must enter into an agreement with Stanford that specifies the scope of work to be undertaken, commits to complete the work by December 31, 2011, identifies who will design, construct, manage, and maintain the trail, and sets forth the provisions for transfer of and accounting for funds.

Please note: The reference in the first paragraph of 4c of the Agreement ("in accordance with the existing plans") is a drafting error. The existing plans referred to in 4c are the plans for the C-1 trail in other jurisdictions. Stanford does not have any existing plans for the C-2 trail.

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3. Funds from Stanford can be used for construction of the trail improvements and for costs to comply with CEQA and implement mitigation measures. There are a number of mechanisms available to Los Altos Hills to receive payment:

- A. a lump sum payment, or
- B. submission of invoices to Stanford for payment, or
- C. in accordance with terms agreed to by Stanford and Los Altos Hills.

The Agreement also contains provisions for an annual building cost index increase in funding, for a possible two-year extension of the deadline for accepting funding or completing construction, for consultations and reports, and other matters.

I believe my summary above is an accurate description of the benefits and conditions of the Agreement that apply to Los Altos Hills. I have sought to provide a concise, general summary. If there is any question about any difference between the Agreement and my summary here, the text of the Agreement will govern.

Stanford looks forward to working with Los Altos Hills on this matter.

Sincerely,



Larry N. Horton
Senior Associate Vice President and
Director of Government and Community Relations

cc: Acting City Manager Carl Cahill
Stanford Vice Provost for Land and Buildings Robert Reidy