



Town of Dover Finance Office

Tabor Wing House
3128 Route 22
Dover Plains, NY 12522

(845) 877-4272
(845) 877-4273 fax

February 28, 2007

Via Certified Mail, Return Receipt Requested

Erica Sims
Dover Knolls Development Company, II
377 Oak Street
Garden City, NY 11530

Re: Dover Knolls Escrow Account with the Dover Town Board

Dear Ms. Sims:

Although the Town of Dover requested via letter dated February 1, 2007 that Dover Knolls replenish the above escrow account in accordance with the Agreement for Reimbursement of Professional Fees and Funding of Escrow Account ("Agreement"), to date this has not been done. Pursuant to paragraph 8 of the Agreement between Dover Knolls and Town, the Town is hereby providing notice of the Dover Knolls' default with respect to payment of funds into the escrow account. The Town Board would like to move this application forward and would appreciate your prompt attention to this matter.

Sincerely,

Town of Dover
Finance Department
c. Jill Way, Supervisor
Dover Town Board
Shannon LaFrance, Rapport Meyers