



Minneapolis
City of Lakes

April 30, 2004

**Community Planning &
Economic Development**

Lee Sheehy
Director

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Mr. Thomas A. Peterson
Vice President & Corporate Controller
Birch Telecom, Inc.
2020 Baltimore Avenue
Kansas City, Missouri 64108

Dear Mr. Peterson:

The Community Planning and Economic Development Department of the City of Minneapolis (CPED) is the successor organization to the former Minneapolis Community Development Agency. We have been in receipt of the offer you made last summer to terminate the lease Birch Telecom holds for space in the above-referenced property.

We agree to terminate this lease upon receipt of \$75,000, and the past-due April 2004 rent. The offer, if accepted by Birch Telecom, is subject to approval by the City Council. We will forward to you a lease termination agreement if this letter is returned with your signature below.

Sincerely,

Lee E. Sheehy
CPED Director

Birch Telecom