

November 12, 2008

VIA HAND DELIVERY

Capitol Hill Restoration Society
c/o Gary Peterson
810 Massachusetts Avenue, NE
Washington, DC 20002

Re: Condition 20 of Zoning Commission Order No. 05-37
Donation of \$83,500 for Professional Survey

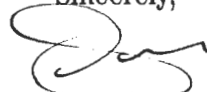
Dear Gary:

On April 11, 2008, the Zoning Commission of the District of Columbia issued a final order granting approval for the proposed Planned Unit Development ("PUD") and related Zoning Map amendment for the property located at 2nd and H Streets, N.E. This approval was granted subject to a number of guidelines, conditions and standards, which included Condition Number 20 stating as follows:

"The Applicant shall donate \$83,500 to CHRS for the purpose of completing a professional survey of properties for inclusion in a possible future extension of the Capitol Hill Historic District, which would include properties located within the twenty-six blocks comprised of 2nd to 15th Streets, N.E., and F to H Streets, N.E., not including the Site or properties within the H Street Overlay. The Applicant shall donate these funds within 180 days of the effective date of a non-appealable order from the Zoning Commission."

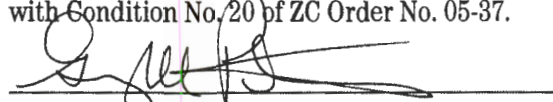
In accordance with that condition, Louis Dreyfus Property Group is pleased to enclose a check for \$83,500 payable to the Capitol Hill Restoration Society for use in completing a professional survey of properties for inclusion in a possible future extension of the Capitol Hill Historic District. This payment is made within the time period required, which expires on or around November 12, 2008. Please acknowledge receipt of this check by signing the acknowledgment on the enclosed copy of the letter and returning it to me.

Sincerely,



Sean Cahill

Acknowledgement of receipt of \$83,500 in accordance
with Condition No. 20 of ZC Order No. 05-37.



Gary Peterson
Capitol Hill Restoration Society

ZONING COMMISSION
District of Columbia
CASE NO.05-37A
EXHIBIT NO.1B