



April 14, 2014

The Honorable Ray S. Tenorio
Lt. Governor of Guam
Ricardo J. Bordallo Governor's Complex
Adelup, Guam 96910

Dear Lt. Governor Tenorio:

I am writing to you concerning the Order of the District Court issued on March 17, 2014 concerning access to legal counsel. In that Order, the Court authorized the Receiver to pay for private legal counsel from the funds that would otherwise be used to reimburse Guam's General Fund for the debt service it pays for the 2009 Section 30 Consent Decree Bonds. The Court also recognized that the Receiver may need to use those same funds to pay for the additional projects discussed in that Order and in various reports to the Court.

We believe there are better ways to finance these projects and to pay for legal expenses. However, any additional financing requires cooperation between the Receiver and the Administration. The Court tried to facilitate such cooperation in its Order dated November 22, 2013, but unfortunately the meeting envisioned in the Court's Order has not occurred.

Even though the Court authorized the Receiver to begin withholding the funds to pay legal expenses and recognized that these same funds would be used to pay for the additional projects if no other resolution of these projects occurs, we decided to make the payment this month and make another request for a meeting to discuss financing these projects properly. Appropriate financing of these projects could reduce the financial impact on the Government of Guam and assure that these projects can be completed in a timely manner. Please consider this letter a request for such a meeting.

I am available to meet at your convenience and I will attend via conference call. Given the time difference, I request that any meeting occur prior to noon, Guam time.

If we can meet and make meaningful progress toward a successful resolution of these funding issues, the Receiver will continue to make the debt service payments each month. However,

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without meaningful progress toward a successful resolution of these funding issues, we will have no alternative except to begin withholding the payments next month.

We respectfully request your favorable consideration of this request.

Thank you.

Sincerely,

A handwritten signature in cursive, reading "David L. Manning". The signature is written in a dark ink and is centered below the word "Sincerely,".

David L. Manning
Receiver Representative

c.c. Mr. Rawlen M.T. Mantanona
Mr. Robert D. Mullaney