

APPROVE EXERCISING THE ANNUAL OPTION TO RENEW TECHNICAL SUPPORT WITH ORACLE USA, INC.

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

Approve exercising the option to renew annual technical support for licenses purchased under the original agreement with Oracle USA, Inc. ("Oracle" or "Software Licensor") at a cost not to exceed \$1,405,384.77.

A written document exercising this option is currently being negotiated. No payment shall be made to Software Licensor during the option period prior to the execution of the written document. The authority granted herein shall automatically rescind in the event a written document is not executed within 90 days of the date of this Board Report. Information pertinent to this option is stated below.

**SOFTWARE
LICENSOR:**

Oracle USA, Inc. (f/k/a Oracle Corporation, Inc.)

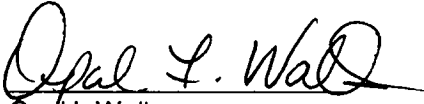
500 Oracle Parkway
Redwood, California 94065
Contact Person: Jodee Whitby
Telephone No.: (916) 315-6823
Vendor No.: 91760

TECHNICAL SUPPORT FEE: Software Licensor shall be paid a fee of \$1,405,384.77, which includes software upgrades, technical support and usage of the integrated financial software package. The fees shall be payable over a period of time as specified in the renewal agreement.


COMPENSATION: The total compensation to be paid to Software Licensor shall not exceed \$1,405,384.77.

AUTHORIZATION: Authorize the General Counsel to include other relevant terms and conditions, in the written option document. Authorize the President and Secretary to execute the option document.

Approved for Consideration:


Opal L Walls
Chief Purchasing Officer

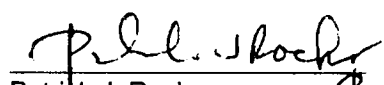
Approved:


Ron Huberman
Chief Executive Officer

Within Appropriation:


Pedro Martinez
Chief Financial Officer

Approved as to legal form: 


Patrick J. Rocks
General Counsel 