

November 28, 2017

VIA Certified Mail 7015 1730 0000 1886 4070



The Petersburg Borough
Attn: Borough Manager
P.O. Box 329
Petersburg, Alaska 99833

Regarding the "Lease Agreement" effective March 1, 2008, and amended effective March 1, 2013 between The Petersburg Borough, Alaska (The City of Petersburg) and GCI Communication Corp. for the use of premises described as:

Lot 1, of Block 288 of the Scenic View Addition Subdivision


GCI hereby gives notice of its intent exercise its second of ten options to renew the Lease Agreement. This will extend the Lease Agreement for an additional five (5) year option period beginning on March 1, 2018 and ending on February 28, 2023, pursuant to the terms of Section 2.2 of the lease at the same terms and conditions.

Rent shall be adjusted effective March 1, 2018 pursuant to the terms of Section 3.2 of the Lease Agreement, *"The annual rent shall be determined by the new current assessed value of the demised premises and any improvements, adjusted by the rental rate percentage of ten percent (10%)"*. Please notify GCI of any adjustment in the rent rate by February 28, 2018.

All other provisions of the lease to remain unchanged.

Please contact me at 907-868-5723, or via e-mail at cmanka@gci.com should you have any questions.

Sincerely,


Catherine Manka
Specialist II, Lands and Leasing
GCI Communication Corp.

Enc.