

This notice accompanies information concerning a client in alcohol/drug abuse treatment, made to you with the consent of such client. This information has been disclosed to you from records protected by Federal Confidentiality Rules (42 CFR Part 2) and prohibits you from making any further disclosure of it without the specific written consent of the person to whom it pertains, or as otherwise permitted by such regulations. A general authorization for the release of medical or other information is NOT sufficient for this purpose.

May 13, 2008

Mayor Sandi Bloem  
City of Coeur d' Alene Mayor's Office  
710 E. Mullan Ave  
Coeur d' Alene, ID 83814

Dear Mayor Bloem,

The purpose of this letter is to inform you that Port of Hope Centers, Inc. Has submitted an offer for Residential Re-entry (RRC) Services, or "halfway house" services for federal offenders releasing to the Kootenai County area. This action is being taken in response to a request for proposals (RFP) issued by the Federal Bureau of Prisons (BOP). The BOP encourages full and open competition in the procurement of these services; consequently, other offerors may also be responding to this RFP.

As part of the RRC contracting process, the BOP require that all offerors notify and seek input from the local law enforcement authority and two levels of locally elected government officials. This letter will serve as documentation of partial satisfaction of this requirement.

Port of Hope is located at 218 N 23<sup>rd</sup> St, in Coeur d' Alene, ID. This location is a brick building, handicap accessible, fire/sprinkler system, courtyard and parking in the rear. Currently this facility is a RRC overseen by the Seattle Division of the BOP and is also licensed as a State of Idaho Alcohol and Drug Rehabilitation Center which we provide services on a sliding fee scale for the communities in Northern Idaho. Zoning is appropriate as are permits and licenses too. No renovations are necessary at this time to accommodate the census within.

The total term of the proposed contract is 5 (five) years. The estimated requirements specifies 10 beds for males and 2 beds for females at the beginning of the contract term, increasing to incrementally to 10 beds for males and 2 beds for females at the end of the contract term. These numbers reflect the BOP's best estimates of bed space need at this time. However, the proposed site will be able to accommodate up to 21 offenders, and the BOP may exceed its original estimates if there is an unanticipated need for additional bed space in this area. Performance is to begin on March 1, 2009, with contract award approximately 120 days prior to that date.

The BOP has a long history of transferring inmates who are within a few months of release to a contractor-operated RRC for transitional programming. These inmates have often been removed from the community for an extended period of time. Sound correctional practice suggests that RRC's enhance public safety by offering offenders the opportunity to find employment, establish a release residence, and re-enter the community through a structured, supportive environment.

The BOP takes its responsibility for contract oversight very seriously. Contract language

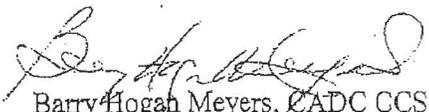
establishes requirements for inmate accountability, programming, life safety, staffing, inmate discipline, urine and alcohol surveillance, and a variety of other areas. These requirements are closely monitored by the BOP staff, who provide training and conduct both scheduled and unannounced on-site inspections.

Federal offenders at the RRC will come from two sources: inmates who are transferred from a prison to the RRC for pre-release programming, and offenders under the supervision of the U.S. Probation Office for whom residence at the RRC is a condition of supervision. Nationwide, the average RRC placement is three to four months in length, although longer placements are sometimes made.

Port of Hope Centers is a non-profit, tax-exempt, Idaho corporation that has been providing services to the people of Idaho since 1971. Port of Hope is the oldest organization providing alcohol/drug treatment services in Idaho. Port of Hope currently provides a variety of treatment services in Coeur d' Alene, Nampa and Twin Falls, Idaho. Our centers are licensed by the State Department of Health and Welfare. Port of Hope has invested more than \$100,000.00 to insure the safety of our clients and offenders in our centers. We believe Port of Hope is a good neighbor and a good community resource. We believe that we are doing our part in taking men and women who have made mistakes and have had problems and helping them become good citizens and tax-paying, productive residents of the State of Idaho. This program, providing supervision and transitional housing for the Federal Bureau of Prisons, has been provided at the current locations we have in both Coeur d' Alene and Nampa for the past ten (10) years without any significant complaints or problems. Our centers and our programs are staffed by trained professionals and para-professionals. We believe that this program, Residential Re-entry Center for the FBOP, like all programs Port of Hope provides, are a valuable asset and addition to the communities we serve and to the people and State of Idaho as a whole.

The BOP is currently evaluating all proposals that were submitted for this RFP. The BOP and Port of Hope Centers, Inc. invite to express your support for or concerns about this proposed RRC facility. Comments may be directed to Rebecca Canfield, Contracting Officer, Federal Bureau of Prisons, 320 First Street, NW, Washington, DC 20534. The phone number is (202) 307-3070. Please forward a copy of any correspondence to Port of Hope Centers, Inc. Attn: Barry Hogan Meyers, President/CEO, 508 East Florida Ave, Nampa, ID 83686. Telephone number: (208) 463-0118.

Sincerely,

  
Barry Hogan Meyers, CADC CCS  
President / CEO

Port of Hope Centers, Inc.  
Barry Hogan Meyers, CADC, CCS  
President / CEO Port of Hope Centers, Inc.  
508 E. Florida - Nampa, ID 83686  
Office (208) 463-0118 ~ Cell Phone (208) 331-5630 ~ E-Mail: bhm@cableone.net