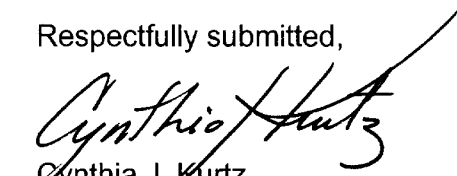




FISCAL IMPACT


All three franchisees are current in the payment of franchise fees due since the November agreement and staff is in the process of establishing payment arrangements with each franchisee for outstanding prior balances of \$18,750 per franchisee.

Respectfully submitted,



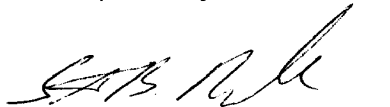
Cynthia J. Kurtz  
City Manager

Approved by:



Jay M. Goldstone  
Director of Finance

Prepared by:



Steven B. Mermell  
Purchasing Administrator