

---

# THE CONRAD PREBYS FOUNDATION

Feb. 9, 2021

Dear President pro Tempore Toni Atkins, Chair Nathan Fletcher and Mayor Todd Gloria,

Thank you for sharing your sentiment surrounding the pending sale of the real estate portfolio built by Conrad Prebys. Proceeds from the sale of the portfolio will primarily be directed to support the Conrad Prebys Foundation's mission to improve the quality of life in San Diego County – a goal we all share.

The Board is committed to adhering to the highest standards of financial stewardship and complying with California law, which imposes a duty to diversify the Foundation's assets. Through the sale, the Foundation will create a more sustainable source of funding, reduce risk and allow the Board to focus its efforts on supporting local charities.

Since the winning bid has not yet been selected, we cannot speak to the intentions of the future owners of the portfolio, but believe the current laws and regulations, including the California Tenant Protection Act, provide clear guidance to the future owners, safeguard the portfolio's residents and provide value to the future owner.

Thank you, again, for your concern and interest in our efforts and we look forward to sharing additional news on our transformational grant distributions soon.

Best,

A handwritten signature in black ink that reads "Dan Yates". The signature is written in a cursive, flowing style with a long horizontal stroke extending to the right.

Dan Yates  
President  
The Conrad Prebys Foundation