

Headquarters

1200 New Jersey Avenue S.E. Washington DC 20590

VIA ELECTRONIC MAIL AND U.S. MAIL

January 14, 2011

Mr. Robert S. Brams, Esq. Patton Boggs LLP 2550 M Street NW Washington, D.C. 20037-1350

Re: Extension for Response to Notification of Outstanding Debt and Demand for Payment

Dear Mr. Brams:

Pursuant to New Jersey Transit's (NJT) request for another extension, the Federal Transit Administration (FTA) is willing to grant a third and final extension to NJT to allow it to respond to FTA's Notification of Outstanding Debt and Demand for Payment letter (the "Demand"). FTA agrees NJT shall have sixty (60) calendar days from NJT's receipt of the Demand. In your meeting with the Federal Government on January 11, 2011, you indicated that NJT received the Demand on November 26, 2010, so the response is due no later than January 25, 2011. Under FTA's Debt Collection Order, FTA O 2060.1A, FTA cannot allow any further extensions beyond the sixty (60) days.

If you have any questions regarding this extension, please contact Scott Biehl at 202-366-0826.

Sincerely,

Robert J. Tuccillo

Associate Administrator/Chief Financial Officer

Office of Budget and Policy

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