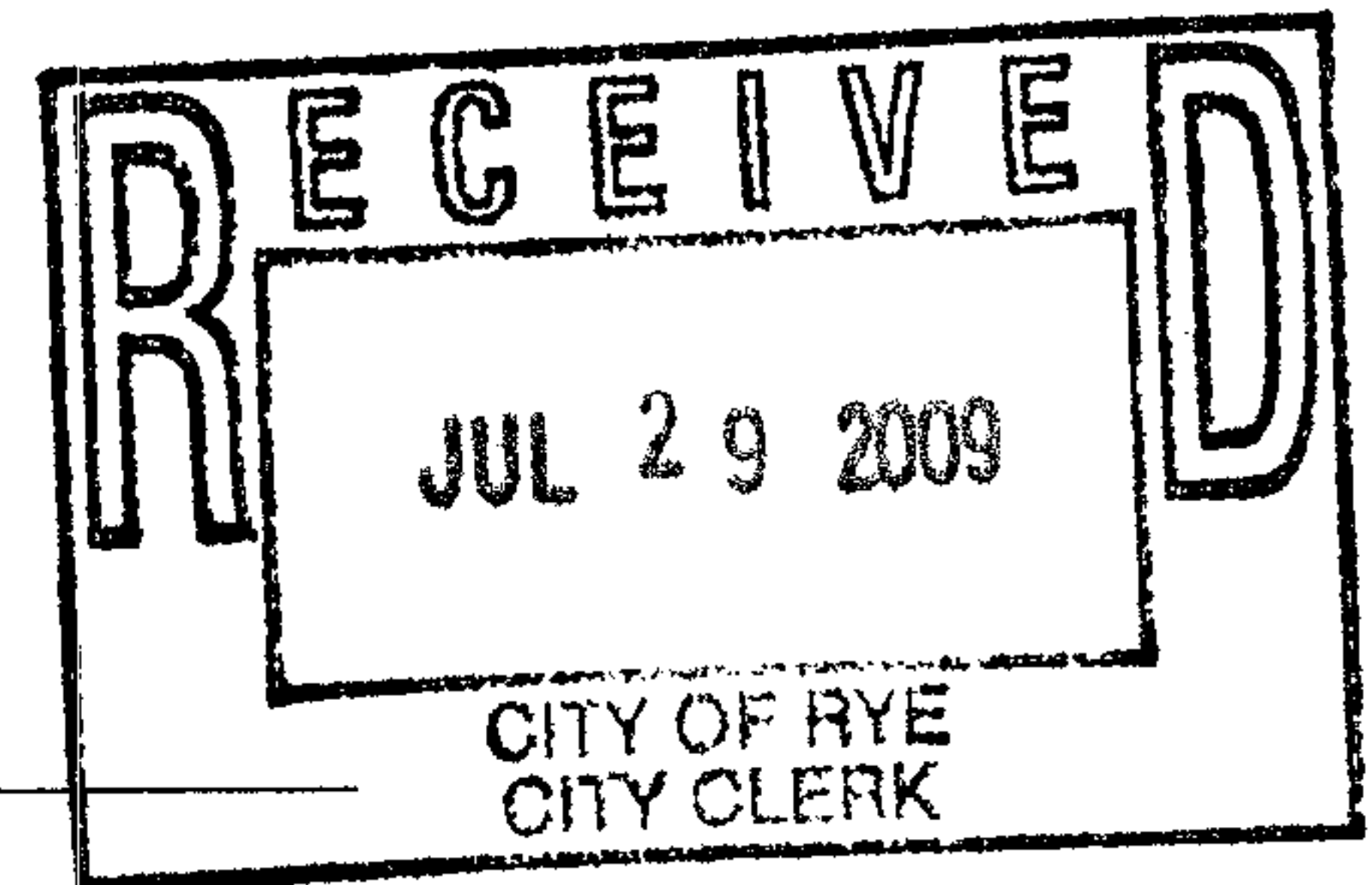

In the Matter of the Claim of
O. PAUL SHEW
against
THE CITY OF RYE, NEW YORK



To: City Clerk
Of The City of Rye

PLEASE TAKE NOTICE that the undersigned claimant hereby makes claim and demand against the City of Rye, New York as follows:

1. The name and post-office address of each claimant and claimant's attorney is:

Claimant: O. Paul Shew, 24 Wappanocca Avenue, Rye, New York 10580

Claimant's Attorney: Robert David Goodstein, Law Offices of Robert David Goodstein, Esq. 56 Harrison Street, Suite 401, New Rochelle, New York 10801

2. The nature of the claim:

Breach of employment contract between O. Paul Shew and the City of Rye based on a failure to pay severance, total unused vacation time, sick time and personal time; Breach of the Rye City Charter Section C8-4 for failure to pay salary for a full 3 (three) months after the adoption of a preliminary resolution terminating his employment; constructive discharge.

3. The time when, the place where and the manner in which the claim arose:

Claimant was hired as City Manager of the City of Rye pursuant to an employment contract dated August 25, 2003. City Council of Rye adopted a preliminary resolution on March 17, 2009 removing claimant from his position as City Manager of Rye and terminated his employment. Pursuant to the Rye City Charter his salary must be paid for a full 3 (three) months after adoption

of the resolution. Pursuant to the employment contract claimant, if terminated, is entitled to 6 (six) months severance, all unused vacation, sick leave and personal leave.

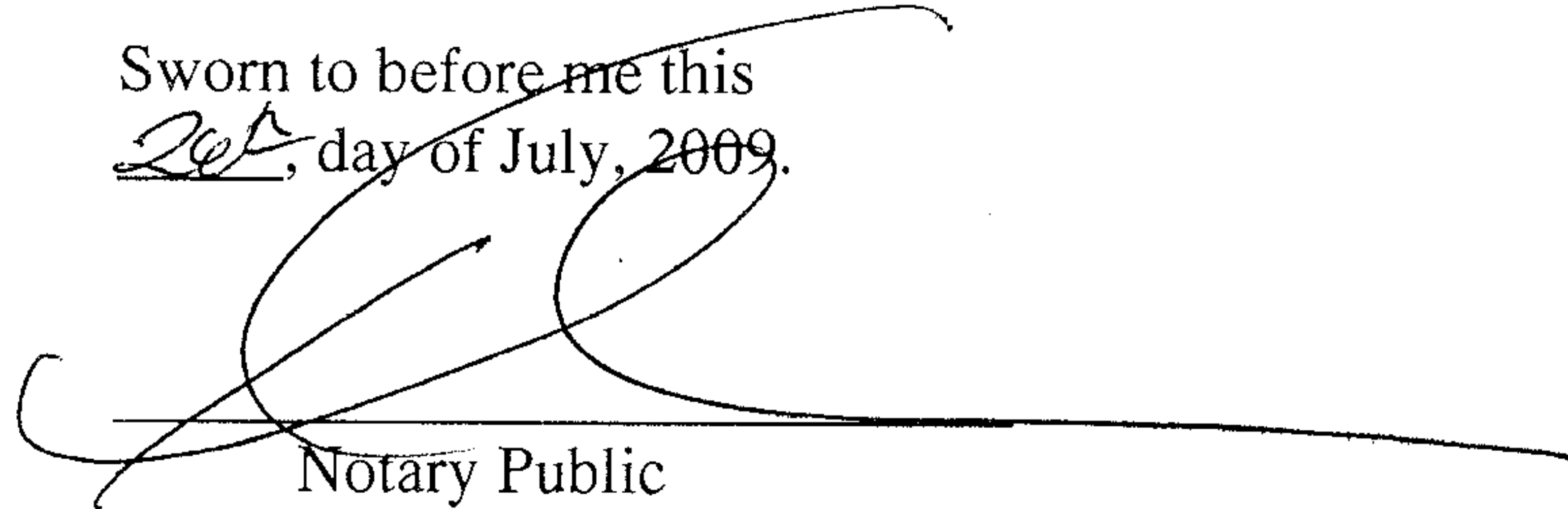
4. The items of damage or injuries claimed are (include dollar amounts)

Nine (9) months full salary, benefits from March 17, 2009 minus all sums received in said period; all unused vacation, sick and personal time minus any amount paid.



O. PAUL SHEW

Sworn to before me this
26th, day of July, 2009.



Notary Public

KENNETH NEWMAN
Notary Public, State of New York
No. 01NE5070934
Qualified in Queens County
Commission Expires Jan. 6, 2011