

September 11, 2007

Constance C. Holland, AICP  
Office of Management and Budget  
Delaware State Planning Coordination  
122 William Penn Street  
Dover, DE 19901

**Re: Canaan Woods, PLUS 2007-05-03**

Dear Mrs. Holland,

Kercher Engineering, Inc. (KEI) and CH3, LLC appreciate the opportunity that the State agency planners provided to us to present the Preliminary Subdivision Plan for the referenced project.

Canaan Woods is a proposed 99-lot, single-family home neighborhood that would be situated on a 166.14 acre tract of land, between the Town of Milton and the City of Milford in Sussex County Delaware. If established, Canaan Woods would be a low-density, environmentally conscious community, the plan for which provides for the preservation of approximately 13.23 acres of federally protected wetlands and allots 34.55 acres of open space. It is understood that the proposed development is situated in an Investment Level 4 area, according to the *Strategies for State Policies and Spending* and, as such, is not supported by the State agency planners. With that, we hope that in our presentation it was made clear that it is the desire of the developer to put a focus on preserving the natural resources located on this land by implementing a low-density development yield. If preliminary approval is obtained from the Sussex County Planning Commission, we intend on developing construction plans for Canaan Woods that would be submitted to the applicable regulatory agencies for technical review and comment.

Again, we appreciate the attention that the State agency planners allocated for this proposed development and we hope they found our meeting to be fruitful in developing a working knowledge of the development plan.

If we can be of any further assistance or if you should have any questions or concerns regarding our responses to the State agency planners' comments please do not hesitate to contact us at your earliest convenience.

Thank you.

Sincerely,

KERCHER ENGINEERING, INC.

John O. Murray  
Project Manager

