

April 27, 2015

VIA E-MAIL ONLY

Douglas A. Martin Chief Financial Officer Santa Barbara County Sheriff's Office 4434 Calle Real Santa Barbara, California 93110

RE: Offer to Extend Contract Term

Dear Mr. Martin:

Please allow this correspondence to serve as formal written notice of Corizon Health, Inc.'s (Corizon Health's) offer to extend the term of the Correctional Medicine Agreement between Corizon Health and the County of Santa Barbara, California (County) for a two (2) year period (July 1, 2015 – June 30, 2017). Corizon Health's offer to extend consists of the following terms:

- Annual Base Compensation:
 - o Extension Contract Year 1 (July 1, 2015 June 30, 2016):
 - Cost for Sheriff Services: \$3,692,237, payable in 12 monthly installments of \$307,686,42.
 - Cost for Probation Services: \$821,418, payable in 12 monthly installments of \$68,451.50.
 - o Extension Contract Year 2 (July 1, 2016 June 30, 2017):
 - Cost for Sheriff Services: \$3,788,974, payable in 12 monthly installments of \$315,747.83.
 - Cost for Probation Services: \$842,939, payable in 12 monthly installments of \$70,244.92.
- Notwithstanding the aforementioned items, the terms and conditions of the Agreement will continue unchanged and in full force and effect for the two (2) year extension period.

Corizon Health and its dedicated staff are proud to provide services to the County, and we look forward to continuing our partnership with your agency for two (2) years and beyond. Please do not hesitate to call me directly if you have any questions with regard to Corizon Health's offer.

Very Truly Yours,

George Vaughan (Cm)
George Vaughan

Vice President of Operations

cc: Rolly Maldonado, Chief Operating Officer – West, Corizon Health Charles Guffey, Director of Operations, Corizon Health Harold Orr, MD, Chief Clinical Officer – West, Corizon Health