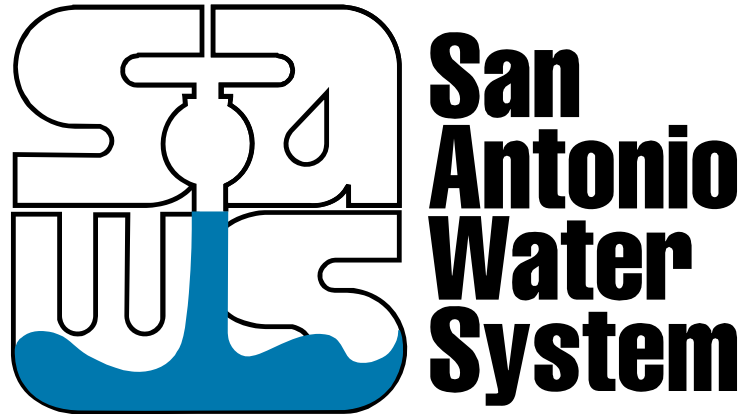


REQUEST FOR OFFERS



AGRICULTURAL LEASES IN UVALDE COUNTY

RFP R-10-001-MR

ADDENDUM #1 – 05:15 PM | February 23, 2010

This addendum addresses questions submitted by EOB 2-23-2010.

ANSWERS TO QUESTIONS

1. For the Conrad Farm:
The Map shows 372.877 Acres and Plat A shows 305.87 acres. Which is correct?
 - a. 305.87 is the amount of acreage available for lease.

2. For all farms:
How many acres does the new pivot cover?
 - a. Conrad - Approximately 219 acres are under the existing pivot.

Franklin – There are two proposed pivots. The sizes for these future pivots are approximately 45 acres and 80 acres respectively.

Walton – Approximately 75 acres are under the existing pivot.

3. For all the Farms:
Will there be a new electric motor and pump?
 - a. Conrad – No. The existing pump and motor are approximately 1 and ½ years old.

Franklin – Yes.

Walton – No. The existing pump and motor are approximately 1 and ½ years old.

4. For all the farms:
What is the FSA Farm Number for each farm?
 - a. Conrad – Farm number 1896
Franklin – Farm Number 668
Walton – Farm Number 1595

5. Why do we have to name SAWS and the City of San Antonio as additional insured on our insurance?
 - a. Since we have included in the leasing agreement, indemnification wording, SAWS requires the Leasing party to procure and maintain throughout the term of the Lease a Farm & Ranch General Liability policy as a mean to provide funding for any claims and/or lawsuits arising from damages and/or bodily injury on the property leased as well as (by naming SAWS and the City of San Antonio as an Additional Insured) provide SAWS with defense, if in the event, SAWS is named in any claim and/or lawsuit arising out of a Lease Agreement.

6. We are requesting permission to check out the Farm information on all farms for the leases at the FSA office in Uvalde County. Will you allow this?
 - a. SAWS may grant this permission allowing inspection of farm information with the county. These permissions will be handled per request. Please contact Marc Ripley, Contract Administrator, with SAWS to coordinate these permissions. He may be reached at 210-233-3136.

END ANSWERS TO QUESTIONS

END ADDENDUM #1
