

March 3, 2017

Martha Mangum
Executive Director
Real Estate Council of San Antonio
8626 Tesoro, Suite 803
San Antonio, Texas 78217

Re: Section 1.02 of San Antonio Water System Utility Service Agreements

Dear Ms. Mangum,

This letter is a follow up to the letter sent to you in October 11, 2016 regarding modification of Section 1.02 of San Antonio Water System (SAWS) Utility Service Agreements (USAs).

SAWS has been advised by the City Attorney's Office to include the language in Section 1.02 and G.C. 22.00 below. The following is the revised language effective on any new USAs in draft form as of February 17, 2017. If a USA is already in final form but not yet executed, a Developer may request the language revision by contacting SAWS.

1.02 The Parties agree that the purpose of this Agreement is the reservation of the designated water supply and for wastewater discharge capacity for the Tract. Any rights that the Developer claims arise under Chapter 245, Texas Local Government Code, that are related to this Agreement shall comply with the Unified Development Code Article IV, Division 1, Chapter 35-410 and applicable requirements in Article VII, Division 2 Vested Rights. If Developer intends to rely on this USA as its application for the purposes of vested rights under Chapter 245, then please contact Development Services Department, Land Entitlement team at 210-207-1111 or 1901 S. Alamo, San Antonio, TX. 78204. In no event shall the Utility Service Regulations replace or conflict with the City's Unified Development Code, Article IV, Division 1, Chapter 35-410 and applicable requirements in Article VII, Division 2 Vested Rights.

G.C. 22.00 Written Project Information

The project associated with this Utility Service Agreement is described in the forms submitted by the applicant including but not limited to 1) a cover sheet clearly stating "USA Request" and the project name; 2) the Engineering Report; and 3) a legal description, metes and bounds description, or Master Development Plan (MDP), subdivision plat, or similar document of the Tract.

Martha Mangum Real Estate Council of San Antonio

Should you have additional questions or concerns, please feel free to contact me, at (210) 233-3614 or Sam Mills, Director of Development, at (210) 233-3742.

Sincerely,

Genoveva G. Gomez, P.E.

Vice President

Engineering & Construction

Cc: Robert R. Puente, President/CEO

Nancy Belinsky, Vice President, General Counsel

Keith Martin, Corporate Counsel

Sam Mills, P.E., Director, Development Department