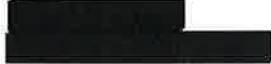




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June 7, 2016

Mr. Craig Coleman
RKY, Ltd.



Dear Mr. Coleman:

Commissioners

T. Dan Friedkin
Chairman
Houston

Ralph H. Duggins
Vice-Chairman
Fort Worth

Anna B. Galo
Laredo

Bill Jones
Austin

Jeanne W. Latimer
San Antonio

James H. Lee
Houston

S. Reed Morian
Houston

Dick Scott
Wimberley

Kelcy L. Warren
Dallas

Lee M. Bass
Chairman-Emeritus
Fort Worth

Carter P. Smith
Executive Director

Thank you for your participation on the San Marcos River Task Force. To aid in the work of the Task Force, I am hopeful that you can provide to me some items referred to in: the February 2015 "Memorandum of Understanding" between Texas State Tubes (TST) and RKY, Ltd. (the "February 2015 MOU"); and the "Proposed Memorandum of Understanding (MOU) Between Texas State Tubes LLC and RKY Ltd. and the Counties of Caldwell and Guadalupe" (the Proposed MOU) that was submitted to the House Committee on Special Purpose Districts in its hearing on Senate Bill 234 on May 20, 2015.

Specifically, it would be helpful for me to receive:

- The September 2015 yearly report to the Guadalupe and Caldwell county commissioners regarding "the results of our river cleanup, security and communication/awareness activities" referred to in the February 2015 MOU;
- The third-party audit of all funds expended referred to in the February 2015 MOU;
- The monthly or quarterly reports referred to in the Proposed MOU;
- Any records of financial assistance provided by RKY, Ltd. to Guadalupe or Caldwell county;
- The "property owners' hotline" number and any information regarding calls to the hotline;
- A signed copy of the Proposed MOU;
- Information about law enforcement staffing and expenditures and river cleanup expenditures; and
- Any other information about the February 2015 MOU or the Proposed MOU you would like the Task Force to know.

So that this information can be considered at the scheduled August 1, 2016 Task Force meeting, I am hopeful of receiving this information by July 15, 2016.

In addition, the agenda for the August 1, 2016 Task Force meeting will include an opportunity for RKY, Ltd. to make a presentation and answer questions regarding its experience with the February 2015 MOU and the Proposed MOU.

Please contact me with any questions, and thanks very much for your help.

Sincerely,

Melissa Parker
River Conservation Program Leader