Statement from John Mark Matkin, Kendall West Utility

Kendall West Utility has worked tirelessly in the last 5 years to work toward solving the utility challenges west of I-10. Since July of 2012, KWU has completed the following:

- Adopted City of Boerne Constructions Specifications
- Reduced Cow Creek Pumping by Wheeling Agreement with City
- Worked with Miralomas to Construct one Transmission Pipeline
- Secured Long Term Effluent Agreement with Tapatio Springs for Golf Course Irrigation
- Pipeline is Complete and will be flowing water this month
- Remediated the 12" Pipeline along hwy 46 for KWU use

These are just some of the things that we have accomplished. Our current GBRA water usage is 200 ac-ft of the 750 ac-ft contracted and including Miralomas with another 750 ac-ft. The goal for the KB development is to convert the GBRA water to Tapatio golf course irrigation for water to reduce pumping needs off of the Cow Creek. We anticipate that the development will use 100k GPD and we expect to be able to send 80k gallons of treated effluent to the Golf Course daily. Through KB's contribution toward the pipeline construction, it will save existing KWU customers \$19 per month in base rate capitalization savings.

KB has been a good partner to work with and we value them as a potential customer.

JM