



CITY OF SAN ANTONIO

P. O. BOX 839966
SAN ANTONIO TEXAS 78283-3966

February 18, 2014

Bruce Haby
San Antonio Water System
2800 U.S. Hwy 281 North
San Antonio, TX 78212

cc: CPS Energy, Joyce Labus

Re: SAWS request to declare as surplus and dispose of real property located in South San Antonio (S.P. 1773 G-O) located at 149 Peaceful Lane, 596 Hallmark Path, 600 Twin Valley, 1545 Sea Island, 12720 S. Zarzamora, 13901 I.H. 35 South, 22870 Priest Road, 3715 Waterwood Pass and 23306 Post Oak Park.

Dear Mr. Haby,

With reference to the captioned project, please be advised that the City of San Antonio has now completed the canvassing process and will recommend approval of your request subject to the following conditions:

Environmental: EMD has no environmental information for the subject site, however we recommend a Phase I ESA be conducted prior to sale of property or property should be sold "as is". [Recommendation.]

Public Works - Planning & Engineering: All required studies, permits and fees submitted and approved by all applicable local (city and/or county), state and federal governing bodies. Must comply with all local (city and/or county), state and federal regulations. Right of Way: Contact and confirm with all utilities that there are no conflicts. [Disclose to buyer.]

CPS Energy: Petitioner must agree to reserve a perpetual easement for all existing electrical and/or gas facilities and agrees to allow perpetual access to any such utilities for inspection, operational and maintenance purposes or may seek the relocation of the facilities with the express permission and coordination with City Public Service and at the sole expense of the petitioner. [SAWS coordinate with CPS prior to sale of property. CPS must provide SAWS with plat and field notes for all easements not currently recorded or noted on a plat.]

This Letter of Agreement is being offered by City of San Antonio only to the petitioner named above and will expire thirty (30) days after date of issuance unless a specific extension is requested by the petitioner and granted by the City.

If you concur with the above mentioned conditions, please countersign this letter in the spaces provided below and return to the undersigned. *Upon receipt of this executed Letter of Agreement we will continue processing your request.*

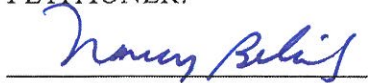
Sincerely,



Marcia Shelf Orlandi
Real Estate Manager

AGREED AS TO TERMS AND CONDITIONS:

PETITIONER:



By

Vice President & General Counsel

Title

Nancy Belinsky

Print Name

2/25/14

Date