ADDENDUM 1

To: All Interested Bidders

From: Lucy Balderama, Inventory Bid Technician

Date: December 20, 2011

Subject: BID # 11-058, Financing for the Colonia Revolucion Water Project

The Purchasing Department received a question relating to the above referenced bid; the following is the response to the question:

1. We are limited to 20 year financing terms. Will the County entertain options of 20 years or less? No has to be over 40 years.

2. What type of financing structure is the County planning on using? Will this be a Certificate of Obligation? Certificate of Obligation

3. What will be the sources of revenues used to repay the debt? Revenues Colonia Revolucion water system fees.

4. Who will be the County’s Bond Counsel on the financing? County’s current bond counsel is Paul Braden from Fulbright & Jaworski

5. Is repayment going to be reliant upon development, re-development, or assessments of the Colonia Revolucion area? From the water system customer fees.