

River Place Municipal Utility District

c/o ECO Resources, Inc.
9511 Ranch Road 620 North
Austin, Texas 78726

By Facsimile

June 14, 2006

Mr. Bart Jennings
Wholesale Services
Water Utility
CITY OF AUSTIN
P. O. Box 1088
Austin, Texas 78701

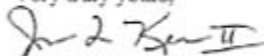
Re: Water Service to the "Webb Tract"

Dear Mr. Jennings:

As you know, River Place Municipal Utility District (the "District") has been attempting to accommodate the request by Ms. Letha Webb and Mr. Mike Kanetzky (the "Webbs") to provide water and wastewater service to the approximately 168 acres (the "Property") that they own and that are located outside the District and near the Glenlake Subdivision. The District's Board of Directors authorized the Webbs to seek the City's authorization for the District to annex the Property so that the District could serve it with water and wastewater service. Since that request was denied, the Board will be willing to provide the Property with approximately 85 LUEs of water service on an out-of-district basis subject to (1) approval of the out-of-district water service request by the City and (2) the execution of a contract between the Webbs and the District for the purchase of out-of-district water service.

If you have any questions, do not hesitate to contact me.

Very truly yours,



Jesse Kennis
General Manager

cc: Board of Directors, River Place MUD