H&S Cattle

974 PR 530

Hondo, TX 78861

June 25, 2018

Jorge Paramo

Edwards Aquifer Authority

900 E. Quincy Street

San Antonio, TX 78215

We recently received a letter stating that we have exceeded our 2017 water permit. We took over this farm in 2017 and thought we had enough water. We purchased water from Buddy Wells. We used a lot of water late so we purchased another 100 acre feet. Buddy had plenty of water available for purchase. We thought we bought more than we needed. We were unaware of the critical shortage? We are not sure we will be able to attend the next C/E Committee meeting due to it being 60 miles away during our peak irrigation and harvest season. We would like to make a counter offer to:

- 1. Attend the EAA Well Owner's Workshop (TBD)
- 2. Pay 5% of the original settlement penalty (\$245.82)
- 3. Commit to not over pumping for 2018 and 2019

We would be happy to answer any question by the committee via phone or email. Again, we believed we had purchased an ample amount of water.

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Ronny Heiligman

Cornell Saathoff