Jon Niermann, Chairman Emily Lindley, Commissioner Toby Baker, Executive Director



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

January 9, 2019

Mr. J. Davis Bonham, Jr. Smith Murdaugh Little & Bonham L.L.P. 2727 Allen Parkway - Suite 1100 Houston, Texas 77019-2191

Re:

Galveston County Municipal Utility District No. 44; Application for Approval of \$5,600,000 Unlimited Tax Bonds, Sixth Issue, 5.24% Net Effective Interest Rate,

Series 2019; Pursuant to Texas Water Code Section 49.181.

TCEO Internal Control No. D-11082018-012 (TC) CN: 602565715

RN: 104423165

Dear Mr. Bonham:

Enclosed are (1) a copy of the Texas Commission on Environmental Quality's (TCEQ) initialed memorandum that constitutes the official TCEQ staff report on the referenced application and (2) a copy of the associated draft order for your review. After we receive your consent, we will finalize the order approving your application and submit it to the Executive Director for signature.

The Executive Director is authorized to sign the order on behalf of the Commission in accordance with Section 5.122 of the Texas Water Code and the TCEQ's rules. Please e-mail the executed consent form to technical manager Daniel Harrison at Daniel.Harrison@tceq.texas.gov>. Please do not send additional copies via mail or fax. If the executed consent form is not received within 5 working days, the application for your district will be considered "contested" and finalization of the order could be delayed significantly. After the Executive Director signs the order, the Chief Clerk's Office will provide you with a signed copy.

If you request amendments to the memorandum and/or draft order because of changes to your application or because you provide more information, additional time will be required to review the requested changes and modify the memorandum and/or draft order. This could result in significant delays for obtaining approval of your application.

Mr. J. Davis Bonham, Jr. Page 2 January 9, 2019

If you have any questions, please contact Daniel Harrison at 512-239-1224 or by e-mail at daniel.harrison@tceq.texas.gov.

| Water Supply | ann, P.E., Manager Division - Districts Section ission on Environmental Quality |
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| CSU/dh. | , |
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| | I concur with the recommendations contained in the memorandum dated January 7, 2019 and the associated draft order. |
| | I intend to respond to the recommendations contained in the memorandum dated January 7, 2019 and the associated draft order. |
| | I concur with the recommendations contained in the memorandum dated January 7, 2019 and the associated draft order, with the exception of the below stated objection(s) ¹ . I request that the Commission proceed with issuing the order as drafted and understand that the objections will be addressed in a subsequent application. |
| | 1. Objections described below include items deemed ineligible as stated in the memorandum or order which the District believes are reimbursable. The District may include items deemed ineligible in this application in a subsequent application and may provide additional information in favor of reimbursement justifying these items as part of the subsequent application. Please reference the section and page number of the staff memorandum when noting your objections. |
| | I concur with the recommendations contained in the memorandum dated January 7, 2019 and the associated draft order. However, the following non-substantive ² changes are recommended. |
| | 2. Non-substantive changes described below, include typos, transposition of numbers, dates, etc. Please reference the section and page number of the staff memorandum when providing your comments. |
| Objections/C | omments: |
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| | |
| Signed: | Date: 1/9/19 |
| Printed Name | Borhum, Jr. |