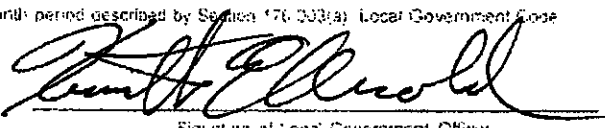
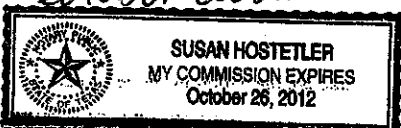
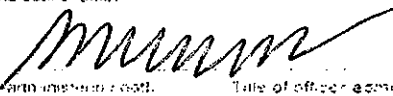


**LOCAL GOVERNMENT OFFICER
CONFLICTS DISCLOSURE STATEMENT**

FORM CIS

(Instructions for completing and filing this form are provided on the next page.)

<p>This questionnaire reflects changes made to the law by H.B. 1491, 80th Leg., Regular Session. This is the notice to the appropriate local governmental entity that the following local government officer has become aware of facts that require the officer to file this statement in accordance with Chapter 176, Local Government Code.</p>	<p>OFFICE USE ONLY</p>
<p>1. Name of Local Government Officer</p> <p style="text-align: center;">Ken Arnold</p>	<p>Date Received:</p>
<p>2. Office Held</p> <p style="text-align: center;">Director</p>	
<p>3. Name of person described by Sections 176.002(a) and 176.003(a), Local Government Code</p> <p style="text-align: center;">Mark B. Arnold</p>	
<p>4. Description of the nature and extent of employment or other business relationship with person named in item 3</p> <p style="text-align: center;">My son, Mark B. Arnold, is a partner at Andrews Kurth L.L.P. The Authority is considering designating Andrews Kurth as underwriter's counsel for its next bond issue.</p>	
<p>5. List gifts accepted by the local government officer and any family member, excluding gifts described by Section 176.003(a-1), of aggregate value of the gifts accepted from person named in item 3 exceed \$250 during the 12-month period described by Section 176.003(a)(2)(B)</p> <p>Date Gift Accepted: _____ Description of Gift: _____</p> <p>Date Gift Accepted: _____ Description of Gift: _____</p> <p>Date Gift Accepted: _____ Description of Gift: _____</p> <p style="text-align: center;">(attach additional forms as necessary)</p>	
<p>6. AFFIDAVIT</p> <p>I swear under penalty of perjury that the above statement is true and correct. I acknowledge that the disclosure applies to a family member (as defined by Section 176.001(2), Local Government Code) of this local government officer. I also acknowledge that this statement covers the 12-month period described by Section 176.003(a), Local Government Code.</p> <p style="text-align: right;">  Signature of Local Government Officer </p> <p> I, <u>Kenneth Arnold</u>, County Clerk of <u>13th</u> City, do hereby certify that the above is a true and correct copy of the original as filed with me on <u>October 2008</u> to certify which witness my hand and seal of office. </p> <p style="text-align: center;">  </p> <p style="text-align: center;"> SUSAN HOSTETLER MY COMMISSION EXPIRES October 26, 2012 </p> <p style="text-align: right;">  Title of officer administering oath </p>	