

Rosemary Lehmberg ★ Travis County District Attorney

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For Immediate Release
July 17, 2009

Contact: Beverly Mathews
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Travis County District Attorney Rosemary Lehmberg today announced that Ismael "Kino" Flores, the State Representative for House District 36 in Hidalgo County, was indicted by a Travis County Grand Jury for failing to disclose sources of income, gifts received, real estate holdings and sales of certain real properties in the personal financial statement that he is required to file each year as a state officer. Flores, 50, a resident of Palmview, Texas, has served in the Texas House of Representatives since 1997.

The Grand Jury returned six separate indictments, with each indictment relating to a financial statement for a different year starting in 2004 and continuing through 2009. The six indictments contain a total of 16 counts of tampering with a governmental record and three counts of perjury.

The income that Flores failed to disclose exceeded \$152,000 in 2004, \$125,000 in 2005, \$115,000 in 2006, \$135,000 in 2007, \$185,000 in 2008 and \$135,000 in 2009. One count also alleges that he failed to disclose income a dependant child received from HillCo Partners, an Austin lobby firm. The real estate and sales of property that he is alleged to have failed to disclose include a lot in Hidalgo County, a cabin on the inter-coastal waterway in Cameron County, a small ranch in Hidalgo County, a residence in Mission, a condominium in Austin, land in Bastrop County and a residence in Austin. The indictments also allege that he failed to disclose certain gifts, including trips on a plane owned by the LaMantia family in 2007 and an ownership interest in a racehorse given to a dependent child by a lobbyist in 2004.

Tampering with a governmental record is a state jail felony punishable by 180 days to two years in state jail and a fine of up to \$10,000. Perjury is a class A misdemeanor punishable by up to one year in jail and a fine of up to \$4,000.

Venue for prosecution of these offenses lies in Travis County because the personal financial statements were filed with the Texas Ethics Commission in Austin. The cases are being handled by the Public Integrity Unit of the Travis County District Attorney's Office. The Federal Bureau of Investigation assisted in the investigation of the case.

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INDICTMENT:

Tampering with Governmental Record, Sec. 37.10(a)(1)(5), Penal Code, State Jail Felony, Counts I and II

Bond \$ _____

In The 427th Judicial District Court of Travis County, Texas

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS:

THE GRAND JURY, for the County of Travis, State of Texas duly selected, empaneled, sworn, charged, and organized as such at the January Term A.D. of 2009 of the 427th Judicial District Court for said County, upon its oath presents in and to said court that Ismael "Kino" Flores, the Defendant, on or about the 18th day of February, A.D. 2004, and before the presentment of this indictment in the County of Travis and State of Texas, did then and there, with intent to defraud and harm another, namely, the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting Dannenbaum Engineering, and Marathon Oil, and Care Rehab Services, LLC, and Hidalgo County Abstract and Title Company, and Rio Grande Outfitters, and Renegade Enterprises of South Texas, Inc., and Spillar Investments, and InterNational Bank, and Rio Grande Steel under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact said Defendant had received income and retainers from Dannenbaum Engineering, and Marathon Oil, and Care Rehab Services, LLC, and Hidalgo County Abstract and Title Company, and Rio Grande Outfitters, and Renegade Enterprises of South Texas, Inc., and Spillar Investments, and

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of Travis County, Texas

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At 2:00 P.M.
Amalia Rodriguez-Mendoza Clerk

InterNational Bank, and Rio Grande Steel during the calendar year 2003;

COUNT I, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 18th day of February, A.D. 2004, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting, under the heading "Sources of Occupational Income," and the heading "Retainers," Dannenbaum Engineering, and Marathon Oil, and Care Rehab Services, LLC, and Hidalgo County Abstract and Title Company, and Rio Grande Outfitters, and Renegade Enterprises of South Texas, Inc., and Spillar Investments, and InterNational Bank, and Rio Grande Steel, when in truth and in fact, said Defendant had received income and retainers from Dannenbaum Engineering, and Marathon Oil, and Care Rehab Services, LLC, and Hidalgo County Abstract and Title Company, and Rio Grande Outfitters, and Renegade Enterprises of South Texas, Inc., and Spillar Investments, and InterNational Bank, and Rio Grande Steel during calendar year 2003;

COUNT II

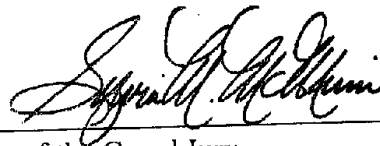
And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 18th day of February, A.D. 2004, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership of the property at 1212 Guadalupe #204 (Penthouse Condominium) Austin, Travis County, Texas, and the property at 400 W. Champion, Mission, Hidalgo County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas, and the property at 2301 Pebble Beach, Onion Creek Subdivision, Austin, Travis County, Texas, under the heading "Interests in Real Property," when in truth and in fact said Defendant had an interest in said property during the calendar year 2003,

TOLLING PARAGRAPH

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that, with the advice and consent of counsel, the defendant, Ismael "Kino" Flores, did heretofore knowingly, intelligently, and voluntarily waive the application of Articles 12.01 and 12.02 of the Texas Code of Criminal Procedure to the indictment presented herein. In particular, the Grand

Jury present that with the advice and consent of counsel, the defendant did knowingly, intelligently, and voluntarily waive the requirement that an indictment for any felony may be presented within three years from the date of the commission of the offense, and that an indictment for any misdemeanor may be presented within two years from the date of the commission of the offense, and not afterward, insofar as such requirement pertains to the indictment presented herein,

against the peace and dignity of the State.

A handwritten signature in cursive script, likely of a male individual, written in dark ink. The signature is positioned above a horizontal line.

Foreperson of the Grand Jury

No. D1 DC-09-900016 The State of Texas vs. Ismael Kino Flores

INDICTMENT: Tampering with Governmental Record, Sec. 37.10(a)(1)(5), Penal Code, State Jail Felony, Counts I, II and III

Bond \$ _____
In The 331st Judicial District Court of Travis County, Texas

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS:

THE GRAND JURY, for the County of Travis, State of Texas duly selected, empaneled, sworn, charged, and organized as such at the January Term A.D. of 2009 of the 427th Judicial District Court for said County, upon its oath presents in and to said court that Ismael "Kino" Flores, the Defendant, on or about the 4th day of May, A.D. 2005, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting Dannenbaum Engineering, and Hidalgo County Abstract and Title Company, and Rhodes Enterprises, Inc., and Renegade Enterprises of South Texas, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact the said Defendant had received income and retainers from Dannenbaum Engineering, and Hidalgo County Abstract and Title Company, and Rhodes Enterprises, Inc., and Renegade Enterprises of South Texas, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during the calendar year 2004;

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of Travis County, Texas

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At 2:00 P.M.
Amalia Rodriguez-Mendoza, Clerk

COUNT I, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 4th day of May, A.D. 2005, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting Dannenbaum Engineering, and Hidalgo County Abstract and Title Company, and Rhodes Enterprises, Inc., and Renegade Enterprises of South Texas, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading, "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact, said Defendant had received income and retainers from Dannenbaum Engineering, and Hidalgo County Abstract and Title Company, and Rhodes Enterprises, Inc., and Renegade Enterprises of South Texas, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during calendar year 2004;

COUNT II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, on or about the 4th day of May, A.D. 2005, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership of the property at 1212 Guadalupe #204 (Penthouse Condominium) Austin, Travis County, Texas, and the property at 400 W. Champion, Mission, Hidalgo County, Texas and the property at 133 Colorado Drive, Cedar Creek, Bastrop County, Texas, and the property at 2301 Pebble Beach, Onion Creek Subdivision, Austin, Travis County, Texas, and the property at Blue Start #2, Lot 32, Hidalgo County, Texas, under the heading "Interests in Real Property," when in truth and in fact, said Defendant had an interest in said property during calendar year 2004,

COUNT III

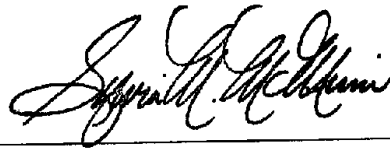
And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, on or about the 4th day of May, A.D. 2005, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said

Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not report an interest in a horse of value more than \$250.00, given to his dependent son Ismael "Kino" Flores, Jr. by Marc Rodriguez, under the heading "Gifts," when in truth and in fact, said Defendant's dependent son was given an interest in a horse of value more than \$250.00, by Marc Rodriguez during calendar year 2004,

TOLLING PARAGRAPH

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that, with the advice and consent of counsel, the defendant, Ismael "Kino" Flores, did heretofore knowingly, intelligently, and voluntarily waive the application of Articles 12.01 and 12.02 of the Texas Code of Criminal Procedure to the indictment presented herein. In particular, the Grand Jury present that with the advice and consent of counsel, the defendant did knowingly, intelligently, and voluntarily waive the requirement that an indictment for any felony may be presented within three years from the date of the commission of the offense, and that an indictment for any misdemeanor may be presented within two years from the date of the commission of the offense, and not afterward, insofar as such requirement pertains to the indictment presented herein,

against the peace and dignity of the State.

A handwritten signature in cursive script, appearing to read "E. J. McManis".

Foreperson of the Grand Jury

No. D1 DC-09-900017 The State of Texas vs. Ismael Kino Flores

INDICTMENT: Tampering with Governmental Record, Sec. 37.10(a)(1)(5), Penal Code, State Jail Felony, Counts I, II and III;
Perjury, Sec. 37.02, Penal Code, Class A Misdemeanor involving Official Misconduct, Count IV

Bond \$ _____

In The 331st Judicial District Court of Travis County, Texas

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS:

THE GRAND JURY, for the County of Travis, State of Texas duly selected, empaneled, sworn, charged, and organized as such at the January Term A.D. of 2009 of the 427th Judicial District Court for said County, upon its oath presents in and to said court that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact said Defendant had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during the calendar year 2005;

Filed In The District Court
of Travis County, Texas

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At 2:00 P.M.
Amalia Rodriguez-Mendoza, Clerk

COUNT I, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact, said Defendant had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during calendar year 2005;

COUNT II, PARAGRAPH I

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not list and report all sources of occupational income for his dependent, as required by Texas Government Code Sec. 572.023, omitting Hillco Partners under the heading "Sources of Occupational Income," when in truth and in fact said Defendant's dependent son, Ismael "Kino" Flores, Jr. had received income from Hillco Partners during the calendar year 2005;

COUNT II, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income for his dependent, as required by Texas Government Code Sec. 572.023,

omitting Hillco Partners under the heading "Sources of Occupational Income," when in truth and in fact, said Defendant's dependent son, Ismael "Kino" Flores, Jr. had received income from Hillco Partners during calendar year 2005;

COUNT III, PARAGRAPH I

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership of and sale of the property at 1212 Guadalupe #204 (Penthouse Condominium) Austin, Travis County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas, under the heading "Interests in Real Property," when in truth and in fact the said Ismael Kino Flores had an interest in and/or sold said property during the calendar year 2005;

COUNT III, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to

wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership and sale of the property at 1212 Guadalupe #204 (Penthouse Condominium) Austin, Travis County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas, under the heading "Interests in Real Property," when in truth and in fact, said Defendant had an interest in and/or sale of said property during calendar year 2005;

COUNT IV

The grand jury further presents in and to said court at said term that Ismael "Kino" Flores, the Defendant, on or about the 21st day of February, A.D. 2006, in Travis County, Texas, did then and there file a Personal Financial Statement with the State of Texas and the Texas Ethics Commission and therein made under oath a false statement, by representing to the state of Texas and the Texas Ethics Commission that the Personal Financial Statement was true and correct and included all information required to be reported by said Defendant under Chapter 572 of the Texas Government Code, whereas in truth and in fact, the said Personal Financial Statement was not true and correct and did not include all information required to be reported by said Defendant under Chapter 572 of the Texas Government Code, namely, said Defendant did not list and report the City of McAllen, Texas and Rio Grande Steel and D. Wilson Construction and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the

heading "Retainers," when in truth and in fact he had received income and retainers from the City of McAllen, Texas and Rio Grande Steel and D. Wilson Construction and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during the calendar year 2005, and said Defendant did not list and report Hilco Partners under the heading "Sources of Occupational Income," when in truth and in fact his dependent son, Ismael "Kino" Flores, Jr. had received income from Hilco Partners during the calendar year 2005, and said Defendant did not report the property at 1212 Guadalupe #204 (Penthouse Condominium) Austin, Travis County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas under the heading "Interests in Real Property," when in truth and in fact said Defendant had an interest in said property during the calendar year 2005, and said Defendant made said false statement with knowledge of the statement's meaning and with intent to deceive, and said statement was required by law, under Texas Government Code Chapter 572, to be made under oath, and said Defendant was then and there a public servant acting in an official capacity, namely a member of the Texas Legislature;

TOLLING PARAGRAPH

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that, with the advice and consent of counsel, the defendant, Ismael Kino Flores, did heretofore knowingly, intelligently, and voluntarily waive the application of Articles 12.01 and 12.02 of the Texas Code of Criminal Procedure to the indictment presented herein. In particular, the Grand Jury present that with the advice and consent of counsel, the defendant did knowingly, intelligently, and voluntarily waive the requirement that an indictment for any felony may be presented within three years from the date of the commission of the offense and that an indictment for any

misdemeanor may be presented within two years from the date of the commission of the offense,
and not afterward, insofar as such requirement pertains to the indictment presented herein,

against the peace and dignity of the State.

A handwritten signature in cursive script, appearing to read "E. J. McManis", written in black ink.

Foreperson of the Grand Jury

INDICTMENT:

Tampering with Governmental Record, Sec. 37.10(a)(1)(5), Penal Code, State Jail Felony, Counts I, II and III

Bond \$ _____

In The 331st Judicial District Court of Travis County, Texas

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS:

THE GRAND JURY, for the County of Travis, State of Texas duly selected, empaneled, sworn, charged, and organized as such at the January Term A.D. of 2009 of the 427th Judicial District Court for said County, upon its oath presents in and to said court that

Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2007, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting Broaddus and Associates, and the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and Health Systems Resources, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact said Defendant had received income and retainers from Broaddus and Associates, and the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and Health Systems Resources, Inc., and UHS of Delaware, Inc./McAllen

Filed in The District Court
of Travis County, Texas

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At 2:00 PM
Amalia Rodriguez-Mendoza, Clerk

Hospital/McAllen Medical Center during the calendar year 2006;

COUNT I, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, on or about the 30th day of April, A.D.2007, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting, under the heading "Sources of Occupational Income," and the heading "Retainers," Broaddus and Associates, and the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and Health Systems Resources, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center, when in truth and in fact, said Defendant had received income and retainers from Broaddus and Associates and the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and Health Systems Resources, Inc., and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during calendar year 2006;

COUNT II, PARAGRAPH I

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2007, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not list and report all sources of occupational income for his dependent, as required by Texas Government Code Sec. 572.023, omitting Hillco Partners under the heading "Sources of Occupational Income," when in truth and in fact said Defendant's dependent son, Ismael "Kino" Flores, Jr. had received income from Hillco Partners during the calendar year 2006;

COUNT II, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2007, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income for his dependent, as required by Texas Government Code Sec. 572.023,

omitting Hillco Partners under the heading "Sources of Occupational Income," when in truth and in fact, said Defendant's dependent son, Ismael "Kino" Flores, Jr. had received income from Hillco Partners during calendar year 2006;

COUNT III

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2007, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not report all beneficial interest in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership and sale of the property at 400 W. Champion Lane, Mission, Hidalgo County, Texas, and the property at Cabin #1517 Intercoastal Waterway, Cameron County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas, under the heading "Interests in Real Property," when in truth and in fact the said Ismael Kino Flores had an interest in and/or sold said property during the calendar year 2006;

COUNT III, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2007, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and

there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting under the heading "Interests in Real Property," his interest in and ownership and sale of the property at 400 W. Champion, Mission, Hidalgo County, Texas, and the property at Cabin #1517 Intercoastal Waterway, Cameron County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas, when in truth and in fact, said Defendant had an interest in and/or sale of said property during calendar year 2006;

TOLLING PARAGRAPH

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that, with the advice and consent of counsel, the defendant, Ismael "Kino" Flores, did heretofore knowingly, intelligently, and voluntarily waive the application of Articles 12.01 and 12.02 of the Texas Code of Criminal Procedure to the indictment presented herein. In particular, the Grand Jury present that with the advice and consent of counsel, the defendant did knowingly, intelligently, and voluntarily waive the requirement that an indictment for any felony may be presented within three years from the date of the commission of the offense, and that an indictment for any misdemeanor may be presented within two years from the date of the commission of the offense, and not afterward, insofar as such requirement pertains to the indictment presented herein,

against the peace and dignity of the State.

A handwritten signature in cursive script, appearing to read "Sybil M. Williams".

Foreperson of the Grand Jury

No. D1 DC-09-900019 The State of Texas vs. Ismael Kino Flores

INDICTMENT:

Tampering with Governmental Record, Sec. 37.10(a)(1)(5), Penal Code, State Jail Felony, Counts I, II and III;
Perjury, Sec. 37.02, Penal Code, Class A Misdemeanor involving Official Misconduct, Count IV

Bond \$ _____

In The 331st Judicial District Court of Travis County, Texas

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS:

THE GRAND JURY, for the County of Travis, State of Texas duly selected, empaneled, sworn, charged, and organized as such at the January Term A.D. of 2009 of the 427th Judicial District Court for said County, upon its oath presents in and to said court that Ismael "Kino" Flores, the Defendant, on or about the 13th day of February, A.D. 2008, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact said Defendant had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during the calendar year 2007;

Filed In The District Court
of Travis County, Texas

JUL 17 2009

At 2:00 p.m.
Amalia Rodriguez-Mendoza, Clerk

COUNT I, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 13th day of February, A.D. 2008, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting, under the heading "Sources of Occupational Income," and the heading "Retainers," the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center, when in truth and in fact, said Defendant had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure, and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during calendar year 2007;

COUNT II, PARAGRAPH I

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael

"Kino" Flores, the Defendant, on or about the 13th day of February, A.D. 2008, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership of the property at the North 5 and 6 acres of the South 18.94 acres, Lot 54-5, West Addition Sharyland, Hidalgo County, Texas, and the property at Cabin #1517, Intercoastal Waterway, Cameron County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas under the heading "Interests in Real Property," when in truth and in fact said Defendant had an interest in said property during the calendar year 2007;

COUNT II, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 13th day of February, A.D. 2008, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting, under the heading

"Interests in Real Property," the property at the North 5 and 6 acres of the South 18.94 acres, Lot 54-5, West Addition Sharyland, Hidalgo County, Texas, and the property at Cabin #1517, Intercoastal Waterway, Cameron County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas when in truth and in fact, said Defendant had an interest in said property during calendar year 2007;

COUNT III

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, on or about the 13th day of February, A.D. 2008, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not report airplane transportation of value more than \$250.00, from Greg Lamantia and L & F Distributors and L & F Arrow, under the heading "Gifts," when in truth and in fact, said Defendant was provided airplane transportation of value more than \$250.00 by Greg Lamantia and L & F Distributors and L & F Arrow during calendar year 2007,

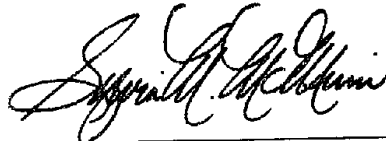
COUNT IV

The grand jury further presents in and to said court at said term that Ismael Kino Flores, the Defendant, on or about the 11th day of February, A.D. 2008, in Travis County,

Texas, did then and there file a Personal Financial Statement with the State of Texas and the Texas Ethics Commission and therein made under oath a false statement, by representing to the State of Texas and the Texas Ethics Commission that the Personal Financial Statement was true and correct and included all information required to be reported by said Defendant under Chapter 572 of the Texas Government Code, whereas in truth and in fact, the said Personal Financial Statement was not true and correct and did not include all information required to be reported by said Defendant under Chapter 572 of the Texas Government Code, namely, said Defendant did not list and report the City of McAllen, Texas and Rio Grande Steel and D. Wilson Construction and Gignac and Associates and S & B Infrastructure and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact he had received income and retainers from the City of McAllen, Texas and Rio Grande Steel and D. Wilson Construction and Gignac and Associates and S & B Infrastructure and UHS of Delaware, Inc./McAllen Hospital/McAllen Medical Center during the calendar year 2007, and said Defendant did not report the property at the North 5 and 6 acres of the South 18.94 acres, Lot 54-5, West Addition Sharyland, Hidalgo County, Texas, and the property at Cabin #1517, Intercoastal Waterway, Cameron County, Texas, and the property at Blue Star #2, Lot 32, Hidalgo County, Texas, under the heading "Interests in Real Property," when in truth and in fact said Defendant had an interest in said property during the calendar year 2007, and said Defendant did not report airplane transportation of value more than \$250.00 from Greg Lamantia and L & F Distributors and L & F Arrow under the heading "Gifts," when in truth and in fact he had been provided transportation of value more than \$250.00 on the airplane owned by Greg Lamantia and

L & F Distributors and L & F Arrow during the calendar year 2007, and said Defendant made said false statement with knowledge of the statement's meaning and with intent to deceive, and said statement was required by law, under Texas Government Code Chapter 572, to be made under oath, and said Defendant was then and there a public servant acting in an official capacity, namely a member of the Texas Legislature;

against the peace and dignity of the State.

A handwritten signature in cursive script, appearing to read "Seymour M. McManis", is written above a horizontal line.

Foreperson of the Grand Jury

No. 010609-900191 The State of Texas vs. Ismael Kino Flores

INDICTMENT:

Tampering with Governmental Record, Sec. 37.10(a)(1)(5), Penal Code, State Jail Felony, Counts I and II
Perjury, Sec. 37.02, Penal Code, Class A Misdemeanor involving Official Misconduct, Count III

Bond \$ _____

In The 331st Judicial District Court of Travis County, Texas

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS:

THE GRAND JURY, for the County of Travis, State of Texas duly selected, empaneled, sworn, charged, and organized as such at the January Term A.D. of 2009 of the 427th Judicial District Court for said County, upon its oath presents in and to said court that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2009, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact said Defendant had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure during the calendar year 2008;

Filed In The District Court
of Travis County, Texas

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JUL 17 2009

At 2009 M.
Amalia Rodriguez-Mendoza, Clerk

COUNT I, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2009, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted the Personal Financial Statement to the Texas Ethics Commission and did not list and report all sources of occupational income, as required by Texas Government Code Sec. 572.023, omitting, under the heading "Sources of Occupational Income," and the heading "Retainers," the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure, when in truth and in fact, said Defendant had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure during calendar year 2008;

COUNT II, PARAGRAPH I

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2009, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics

Commission, intentionally and knowingly make a false entry in and false alteration of a governmental record, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting his interest in and ownership of the property at Blue Star #2, Lot 32, Hidalgo County, Texas under the heading "Interests in Real Property," when in truth and in fact said Defendant had an interest in said property during the calendar year 2008;

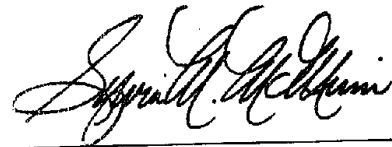
COUNT II, PARAGRAPH II

And the Grand Jury aforesaid, upon their oaths aforesaid, does further present that Ismael "Kino" Flores, the Defendant, on or about the 30th day of April, A.D. 2009, and before the presentment of this indictment, in the County of Travis and the State of Texas, did then and there, with intent to harm and defraud another, namely the State of Texas and the Texas Ethics Commission, intentionally and knowingly make and present and use a governmental record, to wit: a Personal Financial Statement, and said Defendant made and presented and used said governmental record with knowledge of its falsity, to wit: said Defendant submitted a Personal Financial Statement to the Texas Ethics Commission and did not report all beneficial interests in real property, as required by Texas Government Code Sec. 572.023, omitting under the heading "Interests in Real Property," the property at Blue Star #2, Lot 32, Hidalgo County, Texas when in truth and in fact, said Defendant had an interest in said property during calendar year 2008;

COUNT III

The grand jury further presents in and to said court at said term that Ismael Kino Flores, the Defendant, on or about the 30th day of April, A.D. 2009, in Travis County, Texas, did then and there file a Personal Financial Statement with the State of Texas and the Texas Ethics Commission and therein made under oath a false statement, by representing to the State of Texas and the Texas Ethics Commission that the Personal Financial Statement was true and correct and included all information required to be reported by said Defendant under Chapter 572 of the Texas Government Code, whereas in truth and in fact, the said Personal Financial Statement was not true and correct and did not include all information required to be reported by said Defendant under Chapter 572 of the Texas Government Code, namely, said Defendant did not list and report the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure under the heading "Sources of Occupational Income," and the heading "Retainers," when in truth and in fact he had received income and retainers from the City of McAllen, Texas, and Rio Grande Steel, and D. Wilson Construction, and Gignac and Associates, and S & B Infrastructure during the calendar year 2008, and said Defendant did not report the property at Blue Star #2, Lot 32, Hidalgo County, Texas, under the heading "Interests in Real Property," when in truth and in fact said Defendant had an interest in said property during the calendar year 2008, and said Defendant made said false statement with knowledge of the statement's meaning and with intent to deceive, and said statement was required by law, under Texas Government Code Chapter 572, to be made under oath, and said Defendant was then and there a public servant acting in an official capacity, namely a member of the Texas Legislature;

against the peace and dignity of the State.

A handwritten signature in cursive script, appearing to read "Sybil M. McKinnis".

Foreperson of the Grand Jury