Tariff for Bitter Creek Water Supply Corporation

Bitter Creek Water Supply Corporation P. O. Box 1177 2803 East Broadway Sweetwater, Texas 79556

Telephone: 325-235-4919

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SECTION A. Resolutions

THE BOARD OF DIRECTORS OF BITTER CREEK WATER SUPPLY CORPORATION ESTABLISHES THAT:

- 2. Only those preexisting written contracts or agreements executed by the present or previous Board of Directors shall remain in effect, unless the contract or agreement requires compliance with changes of the tariff from time to time.
- 3. The revision of this tariff does not prohibit or limit the Corporation from enforcing previous penalties or assessments from before the current effective date.
- 4. An official copy of this and all policies or records shall be available during regular office hours of the Corporation. The Secretary of the Corporation shall maintain the original copy as approved and all previous copies for exhibit.
- 5. Rules and regulations of state or federal agencies having jurisdiction shall supersede any terms of this policy. If any section, paragraph, sentence, clause, phrase, word, or words of this policy are declared unconstitutional or invalid for any purpose, the remainder of this policy shall not be affected.
- 6. This tariff has been revised in compliance in Open Meeting in compliance with the Open Meeting Act, Chapter 551 of the Texas Government Code.

PASSED and APPROVED this 15 day of 0 5/2 6 20/2

President, Bitter Creek Water Supply Corporation

SEAL

ATTEST:

Secretary, Bitter Creek Water Supply Corporation

SECTION B. STATEMENTS

- 1. *Organization*. The Bitter Creek Water Supply Corporation ("Corporation") is a member-owned, non-profit corporation incorporated pursuant to the Texas Water Code Chapter 67, and the provisions of the Texas Business Organizations Code applicable to member owned member controlled non-profit corporations for the purpose of furnishing potable water. Corporation operating policies, rates, and regulations are adopted by the Board of Directors elected by the Members of the Corporation.
- 2. *Non-Discrimination Policy*. Membership in the Corporation and service is provided to all Applicants who comply with the provisions of this Tariff regardless of race, creed, color, national origin, sex, disability, or marital status.
- 3. *Policy and Rule Application*. These policies, rules, and regulations apply to the water services provided by the Corporation. Failure on the part of the Member, Consumer, or Applicant to observe these policies, rules and regulations gives the Corporation the authority to deny or discontinue service according to the terms of this Tariff as amended from time to time by the Board of Directors of the Corporation.
- 4. *Corporation Bylaws*. The Corporation Members have adopted bylaws which establish the make-up of the Board of Directors and other important regulations of the Corporation. The bylaws are on file at the Corporation's office.
- 5. *Fire Protection Responsibility*. The Corporation does not provide nor imply that fire protection is available on any of the distribution system. All hydrants or flush valves are for the operation and maintenance of the system and may be used by authorized fire departments in accordance with a contract with the Corporation to supply water for use in fire suppression. The Corporation reserves the right to remove any hydrant, due to improper use or detriment to the system as determined by the Corporation, at any time without notice, refund, or compensation to the contributors unless such hydrants are installed pursuant to the terms of a Non-Standard Service Contract as provided for in Section F, in which event the terms and conditions of the Contract shall apply.
- 6. *Damage Liability*. The Corporation is not liable for damages caused by service interruptions, events beyond its control, and for normal system failures. The limit of liability of the Corporation is the extent of the cost of service provided. By acceptance of Membership, Member consents to waiver of such liability.
- 7. *Information Disclosure*. The records of the Corporation shall be kept in the Corporation office in Sweetwater, Texas. All information collected, assembled, or maintained by or for the Corporation shall be disclosed to the public in accordance with the Texas Public Information Act. An individual customer may request in writing that their address, telephone number, and account records be kept confidential. Such confidentiality does not prohibit the utility from disclosing this information to an official or employee of the state or a political subdivision of the state acting in an official capacity or an employee of the Corporation acting in connection with the employee's duties. Further, such confidentiality does not prohibit the Corporation from disclosing the name and address of each member entitled to vote on a list to be made available to the Corporation's voting members, or their agents or attorneys, in connection with a meeting of the Corporation's members. The Corporation

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- shall give its applicants and customers notice of rights to confidentiality under this policy and all prevailing associated fees for such request.
- 8. *Customer Notice Provisions*. The Corporation shall give written notice of monthly rate changes by mail or hand delivery to all consumers at least 30 days prior to the effective date of the new rate. The notice shall contain the old rates, new rates, effective date of the new rate, date of Board authorization, and the name and phone number of the Corporation's contact person designated to address inquiries about the rate change.
- 9. *Grievance Procedures*. Any Member of the Corporation or individual demonstrating an interest under the policies of this Tariff in becoming a Member of the Corporation shall have an opportunity to voice concerns or grievances to the Corporation by the following means and procedures:
 - a. By presentation of concerns to the Corporation's manager or authorized staff member. If not resolved to the satisfaction of the aggrieved party then,
 - b. By presenting a letter to the Board of Directors stating the individual's grievance or concern and the desired result.
 - c. The Board of Directors shall respond to the complaint by communicating the Board's decision in writing.
 - d. Any charges or fees contested as a part of the complaint in review by the Corporation under this policy shall be suspended until a satisfactory review and final decision has been made by the Board of Directors.
- 10. Customer Service Inspections. The Corporation requires that a customer service inspection certification be completed prior to providing continuous water service to new construction and for all new members as part of the activation of standard and some non-standard service. Customer service inspections are also required on any existing service when the Corporation has reason to believe that cross-connections or other potential contaminant hazards exist, or after any material improvement, correction or addition to the members' water distribution facilities. This inspection is limited to the identification and prevention of cross connections, potential contaminant hazards and illegal lead materials. (30 TAC 290.46(j)) (See Tariff Section G. 22.)
- 11. Submetering Responsibility. Submetering and Non-Submetering by Master Metered Accounts may be allowed in the Corporation's water distribution system provided the Master Metered Account customer complies with the Texas Commission on Environmental Quality Chapter 291, Subchapter H rules pertaining to Submetering. The Corporation has no jurisdiction or responsibility to the tenants; tenants receiving water under a Master Metered Account are not considered customers of the Corporation. Any interruption or impairment of water service to the tenants is the responsibility of the Master Metered Account Customer. Any complaints regarding submetering should be directed to the Texas Commission on Environmental Quality.

NOTE: The system should check with the Master Metered Account Customer to:

- 1. See if they have registered with the TCEQ, (Section 13 Texas Water Code Subchapter M.)
- 2. See that they do not charge their tenants more than the total amount of charges that you have billed. If the aggregate bill is greater than the Corporation's charge, the Master Metered Account Customer is considered by the TCEQ to be a separate Public Water System and will be required to comply with all TCEQ regulations.
- 3. Protect the System's CCN. Should the Master Metered Account Customer continue to violate these or other State regulations, the Corporation will need to request a Cease and Desist Order from the TCEQ. (Texas Water Code Section 13.252 and 30 TAC Section 291.118)

SECTION C. DEFINITIONS

Active Service – The status of any Member receiving authorized service under the provisions of this Tariff.

Applicant – A person, partnership, cooperative corporation, corporation, agency, public or private organization of any type applying for service with the Bitter Creek Water Supply Corporation.

Base Rate – The monthly charge assessed each Member/Customer for the opportunity of receiving service. The Base Rate is a fixed rate based upon the meter size as set forth in the equivalency chart in Section G.

Board of Directors – The governing body elected by the Members of the Bitter Creek Water Supply Corporation that is vested with the management of the affairs of the Corporation. (Section 22.001(1), Business Organizations Code)

Bylaws – The rules pertaining to the governing of the Bitter Creek Water Supply Corporation adopted by the Corporation Members. (Section 22.001(2), Business Organizations Code)

Certificate of Convenience and Necessity (CCN) – The authorization granted under Chapter 13 Subchapter G of the Texas Water Code for Bitter Creek Water Supply Corporation to provide water utility service within a defined territory. Bitter Creek1Water Supply Corporation has been issued Certificate Number 11149. Territory defined in the CCN shall be the Certificated Service Area. (See Tariff Section D. Certificated Service Area Map)

Corporation – The Bitter Creek Water Supply Corporation. (Section B. 3 of this Tariff)

Developer – Any person, partnership, cooperative corporation, corporation, agency, or public or private organization who subdivides land or requests two (2) or more water service connections on a single contiguous tract of land [as defined in Section 13.2502 (e)(1) of the Water Code].

Disconnection of Service – The discontinuance of water service by the Corporation to a Member/Customer.

Easement – A private perpetual dedicated right-of-way for the installation of water pipelines and necessary facilities which allows access to property for future operation, maintenance, facility replacement, facility upgrades, and/or installation of additional pipelines (if applicable). This may also include restrictions on the adjacent area to limit the installation of sewer lines or other facilities that would restrict the use of any area of the easement. (See Sample Application Packet, Form-RUS-TX 442-8 (Rev. 6-06) or Form RUS-TX 442-9 (Rev. 6-06)) The easement will be filed in the real property records of the appropriate county or counties.

Equity Buy-In Fee – Each Applicant shall be required to achieve parity with the contributions to the construction of the Corporations facilities capacity that have been made previously by existing Members. This fee shall be assessed prior to providing or reserving service on a per service unit basis for each property and shall be assigned and restricted to that property for which the service was originally requested. (Tariff Section G. 5., also see Miscellaneous)

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Final Plat – A complete plan for the subdivision of a tract of land showing or referencing Local Tax Appraisal Maps, access to public road(s), number and size of lots, location of dedicated water/sewer easements, and location(s) of lakes, streams, or rivers through the property. The Bitter Creek Water Supply Corporation shall determine if a plat submitted for the purpose of this Tariff shall qualify as a final plat. For purposes of evaluating Sub-Division service requests under Section F. the Corporation may accept preliminary plats or plats awaiting final approval pending execution of agreement for service by the Corporation.

Hazardous Condition – A condition that jeopardizes the health and welfare of the Members/Consumers of the Corporation as determined by the Corporation or regulatory authority.

Indication of Interest Fee – A fee paid by a potential Member of the Corporation for the purpose of determining the feasibility of a construction and /or expansion project. The Indication of Interest Fee may be converted to a Membership Fee upon determination that service to the Applicant is feasible and available. This also applies to applicants applying for, or receiving, Temporary Service. (Tariff Section E. 9 b., and Sample Application Packet - USDA RUS-TX Bulletin 1780-9 (Rev. 01/09))

Liquidated Membership – A Membership that has been canceled due to delinquent charges exceeding the Membership Fee or for other reasons as specified in this Tariff.

Member – Any person, partnership, cooperative corporation, corporation, agency, or public or private organization who holds a membership in the Corporation and who is a record owner of the property served, that has qualified for service and been certified as a member in accordance with the Corporation's Tariff. (TX Water Code Section 13.002(11), TX Water Code Section 67.016 (d))

Membership – A non-interest bearing stock or right of participation purchased from the Corporation evidencing a Member's interest in the Corporation. (See Tariff Section E. 9 b and Business Organizations Code Sections 22.053, 22.151(c))

Membership Fee – A fee qualified as such under the terms of the tariff and the bylaws of the Corporation assigned to the real estate designated to receive service. The membership fee shall be refundable upon termination of service and surrendering the Membership. (30 TAC 291.3(25) Definitions, Texas Water Code Section 13.043(g))

Proof of Ownership – For the purpose of this tariff, applicants for service and membership shall provide proof of ownership of the real estate to be served by deed of trust, warranty deed, or other recorded documentation. (Texas Water Code Section 67.016 (d))

Rural Utilities Service (RUS) – An Agency of the United States Department of Agriculture Rural Development Mission Area that provides loan and grant funds for development of rural water and sewer systems serving communities with a population of less than ten thousand (10,000) people.

Renter – A consumer who rents or leases property from a Member or who may otherwise be termed a tenant. (See Tariff Section E. 10.)

Re-Service – Providing service to an Applicant at a location for which service previously existed. Costs of such re-servicing shall be based on justifiable expenses. (See Tariff Section E. 6. b., and

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Miscellaneous)

Reserved Service Charge – A monthly charge for each active account at a specific location for which a meter has not been installed but for which the Corporation and the Applicant have entered into agreement and/or contract for reserving service. This monthly charge shall be based on the Corporation's fixed costs to service the Applicant's dedicated facilities on a per Service Unit basis. This charge reserves service to the Applicant's property designated to receive service. This fee is determined on a case by case basis but shall never exceed the Base Rate for Metered Service on a per Service Unit basis. (See Tariff Section F. 6. d., e)

Seasonal Reconnect Fee – The fee charged for resumption of service at a location where the member has voluntarily suspended service, in a written request, for a period of time not exceeding nine months within a twelve month period. The fee is based on the total months for which service is suspended multiplied by the amount of the monthly minimum fee the Corporation charges active customers.

Service Application and Agreement – A written agreement between the Member/Applicant and the Corporation defining the specific type of service requirements requested on the current service application and agreement form, and the responsibilities of each party required before service is furnished. (See Sample Application Packet RUS-TX Bulletin 1780-9 (Rev. 01/09) or Non-Standard Service Contract)

Service Investigation Fee – A fee for costs associated with determining if service is available and determining cost of service. (See Tariff Section G. 1.)

Service Unit – The base unit of service used in facilities design and rate making. For the purpose of this Tariff, a service unit is a 5/8" X 3/4" water meter. (See Tariff Section G. 6. a., Miscellaneous)

Subdivide – To divide the surface area of land into lots or tracts. (Local Government Code Section 232.021(11) Definitions, Texas Water Code Section 13.2502 (e)(1))

Subdivider – An individual, firm, corporation, or other legal entity that owns any interest in land and that directly or indirectly subdivides land into lots as a part of a common promotional plan in the ordinary course of business. (Local Government Code Section 232.021(12) Definitions)

Subdivision – An area of land that has been subdivided into lots or tracts. (Local Government Code Section 232.021(13) Definitions)

Tariff – The operating policies, service rules, service extension policy, service rates, rationing policies, sample application packet, and miscellaneous transaction forms adopted by the Board of Directors. A copy of this Board approved tariff is on file at the Corporation office and as required since 1990 at the State office of the TCEQ.

Temporary Service – The classification assigned an applicant that is in the process of construction. This could also apply to service for uses other than permanent (agricultural, road construction, drilling, livestock, etc.). The Board will set the length of time associated with this classification. This classification will change to permanent service after requirements in Tariff Section E. 1, E. 2, E. 3, and E. 5 are met. Applicant must have paid an Indication of Interest Fee.

Texas Commission on Environmental Quality (TCEQ) – State regulatory agency having jurisdiction

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of water service utilities and appellate jurisdiction over the rates and fees charged by Non-Profit Water and Sewer Service Corporations.

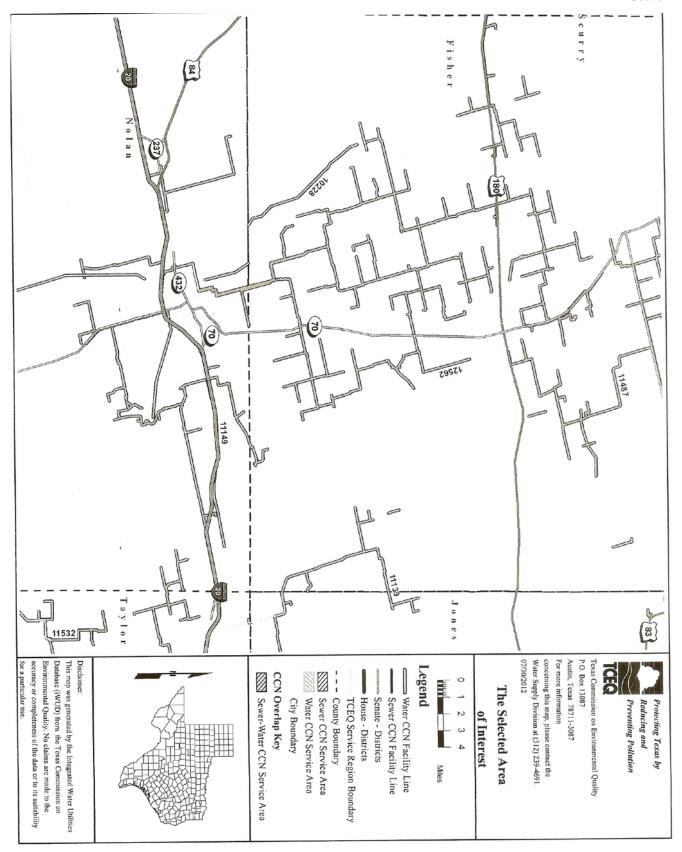
Transferee – An Applicant receiving a Bitter Creek WSC Membership by legal means from a person or entity desiring to forfeit and transfer current rights of Membership to another person or entity. (See Tariff Section E. 9 c., Miscellaneous Transaction Forms, Texas Water Code Section 67.016)

Transferor – A Member who transfers Membership by legal means to another person or entity desiring to qualify for service at a property for which the Membership is currently issued or to the Corporation. (Texas Water Code, Section 67.016)

Water Conservation Penalty – A penalty that may be assessed under Section H of this Tariff to enforce customer / member water conservation practices during drought contingency or emergency water demand circumstances. (Texas Water Code Section 67.011 (b)).

SECTION D. GEOGRAPHIC AREA SERVED

MAP OF CCN AREA



SECTION E. SERVICE RULES AND REGULATIONS

- 1. Service Entitlement. The Applicant(s) shall be considered qualified and entitled to water utility service when proper application has been made, terms and conditions of Service and Membership have been met and continue to be met, and all fees have been paid as prescribed. (30 TAC 291.85 (a))
- **2.** *Service Location and Classification.* For the purposes of this Tariff, service requested by the Applicant(s) shall be for real estate designated to receive the service provided by the Corporation. Service shall be through a meter tap located on that designated real estate unless otherwise approved by the board. Service shall be divided into the following two classes:
 - a. **Standard Service** is defined as service on an existing pipeline where pipeline or service facility extensions are not required and special design and/or engineering considerations are not necessary. Typically, this would include 5/8" X 3/4" or 3/4" sized water meter services set on existing pipelines taps, pressure collection facilities installed or connected to collection lines no more than five feet in depth.
 - b. **Non-Standard Service** is defined as any service request which requires a larger meter service, service to a Master Metered Account (see E 26 of this section), or an addition to the supply, storage and/or distribution/collection system. The service requirements as prescribed by Section F of this Tariff shall be required of the Non-Standard Service Applicant prior to providing service.
- 3. Service Requirements. The Corporation's Service Application and Agreement Form shall be completed in full and signed by the Applicant(s). Where applicable in addition to the applicant any other person sharing an ownership interest in and receiving service at that property shall sign the Service Application and Agreement Form; however, even if the spouse or other person sharing an ownership interest does not sign the Service Application and Agreement Form, they are still responsible for all terms set forth therein, and for any debt obligation related to the account. (See Sample Application RUS-TX Bulletin 1780-9 (Rev. 01/09))
 - a. A Right-of-Way Easement Form, Sanitary Control Easement, or other such easement form, required by the Corporation, must be completed by the Applicant for the purpose of allowing future facility additions. (See Sample Application RUS-TX Bulletin 1780-9 (Rev. 01/09), 30 TAC 290.47 Appendix C.) *NOTE:* This requirement may be delayed for Non-Standard Service requests.
 - b. The Applicant shall provide proof of ownership to property for which service has been requested in a manner acceptable to the Corporation. Proof of ownership shall consist of warranty deed, deed of trust or other recordable documentation of title to the real estate designated to receive service. (Texas Water Code Sections 67.016 (e), and 13.002 (11)).
 - c. On the request by the property owner or owner's authorized agent, the Corporation shall install individual meters owned by the Corporation in an apartment house, manufactured home rental community, multiple use facility, or condominium on which construction begins after January 1, 2003, unless the Corporation determines that installation of individual meters is not feasible. If the Corporation determines that installation of meters is not feasible, the property owner or manager shall install a plumbing system that is compatible with the installation of submeters or individual meters. The Corporation shall be entitled to the payment of costs, including the costs of individual meter installations, as provided in Section F 3. The cost of individual meter installation shall be prepaid by the property owner as well

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- as the cost of any additional facilities or supply occasioned by the total water service demand represented by full occupancy of the property, as determined under applicable provisions of Section F. It shall be the responsibility of the property owner to obtain the memberships required for each individual meter.
- d. Notice of application approval and costs of service determined by the Corporation shall be presented to the Applicant in writing and shall remain in effect for a period not to exceed thirty (30) days. After that time the Applicant must re-apply for service. (30 TAC 291.81 (a) (1))
- e. If the water main has been located in the public right-of-way and is adjacent to Applicant's property due to the current or previous landowner's refusal to grant easement to the Corporation for the purpose of installing the water main and appurtenances, and the Corporation has documentation of such refusal, the Applicant, prior to receiving the requested service, shall grant easement required under this Tariff and in addition to the normally required fees for new customer service, shall pay such sums as are reasonably necessary to cap the existing line in the ROW and construct the appropriate line or lines within that easement for the Corporation's system-wide service. (see Miscellaneous Transaction Forms)
- **4.** *Ownership of equipment.* All water meters and equipment and materials required to provide water service to the point of customer connection; water meter or service tap, is the property of the Corporation upon installation, and shall be maintained by the water system only.
- 5. Requirements for Mandatory Sewer Connection. Not Applicable.
- 6. Activation of Standard Service.
 - a. **New Tap** The Corporation shall charge a non-refundable service installation fee as required under Section G of this tariff. The service installation fee shall be quoted in writing to the Applicant. All fees shall be paid or a deferred payment contract signed in advance of installation. (30 TAC 291.86 (a)(1)(A))
 - b. **Re-Service** On property where service previously existed, the Corporation shall charge the Membership Fee, reconnection costs, any delinquent charges if the applicant is the person that previously incurred those charges, seasonal reconnect fee as appropriate, and other applicable costs necessary to restore service.
 - c. **Performance of Work** All tap and equipment installations specified by the Corporation shall be completed by the Corporation staff or designated representative after all application requirements have been met. The tap for a standard service request shall be completed within five (5) working days whenever practicable, but not later than 10 working days. This time may be extended for installation of equipment for Non-Standard Service Request. (See Section F)
 - d. **Inspection of Customer Service Facilities** The property of the Applicant/Member shall be inspected to insure compliance with state required Minimum Acceptable Operating Practices For Public Drinking Water Systems as promulgated by the Texas Commission on Environmental Quality or successor agency. The customer must, at his or her expense, properly install, inspect, test, maintain and provide all required documentation of any approved backflow prevention device required by the Corporation. (30 TAC 290.46(j); Service Agreement Form)
- **7.** Activation of Non-Standard Service. Activation of Non-Standard Service shall be conducted as prescribed by terms of Section F of this Tariff.

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8. Changes in Service Classification. If at any time the Corporation determines that the customer service needs changed from those originally applied for to a different service classification and the Corporation determines that additional or different facilities are necessary to provide adequate service, the Corporation shall require the Applicant/Member to re-apply for service under the terms and conditions of this Tariff. Applicant/Members failing to comply with this provision shall be subject to the Disconnection with Notice Provisions of this Tariff, Section E 17.

9. Membership.

- a. **Eligibility** Eligibility for Membership shall not guarantee service to the Applicant or Transferee; however, qualification for service is a prerequisite to Membership eligibility for new Applicants or continued Membership for Transferees.
- b. **Membership** Upon qualification for service, qualification for Membership, payment of the required fees, and any debt owed to the Corporation, the Corporation shall certify the Applicant as a Member. The Membership shall entitle the Member to one (1) connection to the Corporation's water utility service and one (1) share of Corporation Stock. The Membership entitles the Member to one (1) vote in the election of directors and in such other matters requiring the approval of the Corporation's Members at any Annual or Special Membership Meeting of the Corporation as prescribed by the Corporation Bylaws. Ownership of more than one (1) Membership shall not authorize the Member to cast more than one (1) vote at any annual or special meeting. Each Membership and Stock thereby represented may be assigned to the specified parcel of land originally designated to receive service at the time of application. (Texas Water Code Section 67.016) **NOTE** (1): In the event that the Corporation is conducting a potential Members survey for indications of interest in future service for the purpose of determining the feasibility of an initial construction or expansion project under RUS guidelines (see Sample Application Packet), regular application procedures may be modified. An Indication of Interest Fee may be required prior to qualifications for receipt of service by the Applicant but shall only be used or applied as a Membership Fee for Membership purposes (upon issuance of a Membership) if service is ultimately received or reserved by the Applicant as a result of the planned project facilities. If service is not provided within the scope of this project, Indication of Interest Fees shall be refunded, less expenses, within sixty (60) days of the loan closing with the Rural Utilities Service. *NOTE* (2): In the event the applicant is in the process of construction the Membership will be considered TEMPORARY until such time as the final Customer Service Inspection is completed and the forms are returned as required. (See Section C, Section E Sub-Section 1. Service Entitlement)
- c. **Transfers of Membership.** (Texas Water Code Section 67.016)
 - 1) A Member is entitled to transfer Membership in the Corporation only under the following circumstances:
 - (a) The Membership is transferred by will to a person related to the Transferor within the second degree by consanguinity; or
 - (b) The Membership is transferred without compensation to a person related to the Transferor within the second degree by consanguinity; or
 - (c) The Membership is transferred without compensation or by sale to the Corporation; or
 - (d) The Membership is transferred as a part of the conveyance of real estate from which the Membership arose.
 - 2) In the event that Membership is transferred pursuant to the provisions of Subsection 9 c. (1) of this Section, such transfer shall not be completed or recorded on the books and

- records of the Corporation until such time as the transferor has provided satisfactory evidence to the Corporation of such transfer. A transfer of Membership shall be considered a new application for service and is not binding on the Corporation until such transfer has been approved as provided by Subsection 9 c. (3) of this Section.
- 3) Qualifications for service upon transfer of Membership set forth in Subsection 9 c. (1) of this and 9 c. (2) of this Section shall be subject to approval of the Corporation and shall be recorded on the books and records of the Corporation only upon the following terms and conditions:
 - (a) The Transferee has completed the required Application Packet including granting the Corporation with a private utility easement on the form provided by the Corporation;
 - (b) The Transferee has paid the balance of the Transferor's membership fee to the face value of the Transferor's membership fee, to the extent that it was partially liquidated; and
 - (c) The Transferee demonstrates satisfactory evidence of ownership of the property designated to receive service and from which the Membership originally arose.
- 4). If the application packet and other information is not completed on the day transfer of membership is requested the corporation will give the transferee written notice of 10 additional days to produce completed documentation to the corporation office. Service will be disconnected on the day following the 10th day according to disconnection with notice requirements. Additional time may be allowed at the directions of the manager or board.
- d. Cancellation of Membership To keep a Membership in good standing, a Base Rate or a Reserved Service Charge must be paid monthly to the Corporation, whether or not water is used. Failure to pay this monthly charge to the Corporation shall jeopardize the Member's Membership standing and give rise to liquidation of the Membership Fee and forfeiture of the Membership. A Member may be relieved of this obligation to pay by surrendering the Membership, properly documented, to the Corporation. The Member shall also complete a Service Discontinuance Request Form prior to termination of service. (See Misc. Transaction Forms.) However, a Member is not relieved of any obligations incurred prior to the date of surrender of a properly endorsed Membership prior to termination of service. Rights to future service at this tap shall be extended on an as-available basis and subject to the terms of the Activation of Service Subsection E 6. of this Tariff. (Texas Water Code Section 67.016)
- e. **Liquidation Due To Delinquency** When the amount of the delinquent charges owed by the Member equals the Membership Fee, the Membership Fee shall be liquidated and the Membership canceled and transferred back to the Corporation. In the event the Member leaves a balance due on an account guaranteed under the terms of a Service Application and Agreement, and the delinquent Member owns more than one Membership, the Corporation may liquidate as many of the Member Guarantor's Membership Fees as necessary to satisfy the balance due the Corporation, provided proper notice has been given (see Tariff Section E, Subsection 17.). The Corporation shall collect any remaining account balances by initiation of legal action. Re-instatement of service shall be subject to the terms of the Activation of Service Subsection E 6. of this Tariff.
- f. **Cancellation Due To Policy Non-Compliance** The Corporation may cancel a Membership anytime a Member fails to comply with policies of the Corporation, including but not limited to Member's failure to provide proof of ownership of the property from which the Membership arose. (Texas Water Code Section 67.016)
- g. Re-assignment of Canceled Membership.

- 1) The Corporation, upon cancellation of Membership under the provisions of this Tariff, may re-assign the canceled Membership to a person or entity that has legal title to the real estate from which the canceled membership arose and for which water or sewer service is requested (Texas Water Code Section 67.016). Membership will not be re-assigned unless the person or entity that has legal title to the real estate has complied with the corporation's current rates, charges, and conditions of service, including current membership fee, set forth in the tariff and service application package.
- 2) The Corporation shall reassign a canceled Membership to a person or entity that acquires the real estate from which the Membership arose through judicial or nonjudicial foreclosure. The Corporation will require proof of ownership resulting from the foreclosure and compliance with the corporation's current rates, charges, and conditions of service, including current membership fee, set forth in the tariff and service application package. In the event of foreclosure by a mortgage institution, the Corporation may allow a property management company to acquire the Membership if the management company provides written documentation showing that the management company is legally responsible for the management of the property and it is not feasible for the mortgage institution to be the Member.
- h. Mortgaging of Memberships Nothing herein shall preclude a Member from mortgaging his/her Membership. However, notification to the holder of any security interest (mortgagee/lien-holder) of account status of Member/mortgagor will be provided only upon satisfactory completion of requirements for such conditions under the Membership Mortgage Agreement (See Miscellaneous Transaction Forms). Prior to the cancellation of any Membership as provided under Subsection E 9.d. (Cancellation of Membership), the Corporation will notify the holder of any security interest in the Membership. The holder of the security interest also must hold a security interest in the real property at which water service is provided under the Membership. The Corporation may transfer the Membership to the holder of such security interest in lieu of cancellation, provided the holder of the security interest pays in full all delinquent and unpaid obligations and provided further that the holder of the security interest has secured title to the real property from which the Membership arose. The Corporation may withhold cancellation of a Membership pending the resolution of any foreclosure proceedings or similar legal proceedings by the holder of the security interest.
- i. Cancellation and Re-Assignment of Membership as a Result of Bankruptcy Proceedings Upon notice of the filing of a petition in bankruptcy, the Corporation may require the posting of a deposit or other form of security, acceptable to the Corporation, as a condition for continuing utility service. Unless special circumstances require otherwise, the amount of security shall equal the amount of charges for the month of greatest use during the preceding 12 months. The Corporation shall not require the payment of any security prior to the expiration of 20 days following the date on which the petition is filed. Failure to provide this security by the date specified by the Corporation may result in termination of service according to the Disconnection with Notice Provisions of Section E 17. of this Tariff, with a copy of the notice to the bankruptcy Trustee.
- j. Cancellation and Re-Assignment of Membership as a Result of Divorce (or Dissolution of Joint Tenancy) The Corporation shall transfer the membership to a spouse (or joint tenant) who has been awarded the property designated to receive service. The Corporation must be provided adequate documentation of the ownership rights of the spouse (or joint tenant) requesting transfer, such as final divorce decree, temporary court order, or agreement.

In no event shall any membership(s) be transferred if the transferee does not otherwise meet the qualifications for membership and for service.

10. Owners and Renters. Any Member having complied with the requirements of this Tariff, renting or leasing property designated to receive service according to the terms of this tariff to other parties, is responsible for all charges due the Corporation. The membership for rental or leased properties shall be in the name of the owner of the property as required by this Tariff. The Corporation may bill the renter or lessee for utility service (at Member Request) as a third party, but the Member is fully responsible for any and all unpaid bills left by the renter/lessee. The owner shall be required to sign an Alternate Billing Agreement if the owner requests that the tenant be billed for utility service. (See Miscellaneous Transaction Forms.) The Member shall take responsibility for any necessary deposits from the renter/lessee to ensure payment of a past due bill. The Corporation will notify the Member of the renter's past due payment status. Such notification will be subject to a service charge (see Miscellaneous Transaction Forms).

If at any time the member requests that membership be canceled thereby discontinuing service to an occupied rental property, the Corporation shall provide written notice to the tenant(s) a minimum of five (5) days prior to the scheduled disconnection date.

- 11. Denial of Service. The Corporation may deny service for the following reasons:
 - a. Failure of the Applicant or Transferee to complete all application requirements, including granting an easement, completing all forms, and paying all required fees and charges;
 - b. Failure of the Applicant or Transferee to comply with rules, regulations, policies, and bylaws of the Corporation;
 - c. Existence of a hazardous condition at the Applicant's property which would jeopardize the welfare of the Members/Users of the Corporation upon connection;
 - d. Failure of Applicant or Transferee to provide representatives or employees of the Corporation reasonable access to property, for which service has been requested;
 - e. Failure of Applicant or Transferee to comply with all governmental rules and regulations of the Corporation's tariff on file with the state regulatory agency governing the service applied for by the Applicant;
 - f. Failure of Applicant or Transferee to provide proof of ownership, to the satisfaction of the Corporation, of property for which the tap has been requested, and/or
 - g. Applicant's service facilities are known to be inadequate or of such character that satisfactory service cannot be provided.
 - h. Failure of Applicant or transferee to comply with applicable regulations for on-site sewage disposal systems if the Corporation has been requested to deny service by the TCEQ or the TCEQ's designated representative under Chapter 366 of the Texas Health and Safety Code.
 - i. Failure of the Applicant or Transferee to pay any previous outstanding delinquent account(s) in full. This could be delinquencies resulting from the same account location or other service location(s) within the system where the Applicant or Transferee received service. (Also see E 9.)
- 12. Applicant's or Transferee's Recourse. In the event the Corporation refuses to serve an Applicant under the provisions of these rules, the Corporation must notify the Applicant, in writing, on the basis of its refusal. The Applicant may file for an appeal, in writing, with the Board of Directors of the Corporation.

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- 13. Insufficient Grounds for Refusal of Service. The following shall not constitute sufficient cause for the refusal of service to an Applicant:
 - a. Delinquency in payment for service by a previous member or occupant of the premises to be served;
 - b. Failure to pay a bill to correct previous underbilling due to misapplication of rates more than six (6) months prior to the date of application;
 - Violation of the Corporation's rules pertaining to operation of non-standard equipment or unauthorized attachments which interferes with the service of others, unless the customer has first been notified and been afforded reasonable opportunity to comply with said requirements;
 - d. Failure to pay a bill of another member or customer as guarantor thereof unless the guarantee was made in writing to the Corporation as a condition precedent to service;
 - e. Failure to pay the bill of another member or customer at the same address except where the change of customer identity is made to avoid or evade payment of a utility bill.
- 14. Deferred Payment Agreement. The Corporation may offer a deferred payment plan to a Member or rental tenant who cannot pay an outstanding balance in full and is willing to pay the balance in reasonable installments as determined by the Corporation, including any Late Penalty Fees or interest on the monthly balance to be determined as per agreement. (See Miscellaneous Transaction Forms) Failure to make required and timely payments as provided in any deferred payment agreement will void that agreement and service will be discontinued. The Corporation may consider another deferred payment agreement provided payments will be made by automatic bank draft or credit/debit card. Non-payment of any amount under an additional deferred payment agreement will cause service to be disconnected immediately and service will not be restored until the account is paid in full and all other charges resulting from the disconnection of service are fully paid. In the event the requestor is a tenant of rental property the Corporation shall notify the owner/member of the deferred payment agreement.

15. Charge Distribution and Payment Application.

- a. **The Base Rate or the Reserved Service Charge** is for the billing period from the first day of the month to the last day of the month. Charges shall be prorated for meter installations and service termination's falling during the billing period. Billings for this amount shall be mailed on or about the 22nd of the month preceding the month for which this charge is due. All services shall be subject to this charge whether or not the service is in use by the Member.
- b. **Gallonage Charge** shall be billed at the rate specified in Section G and billing shall be calculated in one thousand (1,000) gallon increments. Water charges are based on monthly meter readings and are calculated from reading date to reading date. Readings used in all billing calculations shall be taken by the Corporation's employees or designated representative.
- c. **Posting of Payments** All payments shall be posted against previous balances and late fees prior to posting against current billings.
- d. **Forms of Payment**: The Corporation will accept the following forms of payment: cash, personal check, cashier's check, or money order. The Corporation will not accept two-party checks, pay checks, or any other instrument of payment that is not made out to the Corporation. The Corporation reserves the right to require exact change and may refuse to accept payments made using more than \$1.00 in coins.

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16. Due Dates, Delinquent Bills, and Service Disconnection Date.

- a. The Corporation shall mail all bills on or about the 22nd of the month. All bills are considered the responsibility of each person signing the Service Application and Agreement Form. All bills shall be due and payable upon receipt and are past due beyond the date indicated on the bill (allowing approximately fifteen (15) days to pay), after which time a penalty shall be applied as described in Section G. A bill is delinquent if not paid on or before the past due date. Payments made by mail will be considered late if postmarked after the past due date. A seven (7) day grace period may then be allowed for delayed payments prior to mailing of final notices. Final notices shall be mailed allowing ten (10) additional days for payment prior to disconnection. The ten (10) additional days shall begin on the day the final notice is deposited with the U.S. Postal Service with sufficient postage. If the past due date for the regular or final billing is on a weekend or holiday, the past due date for payment purposes shall be the next day the Corporation office is open for business after said weekend or holiday. For all disputed payment deadlines, the date postmarked on each bill will determine the beginning of each billing cycle or final notice mailings.
- b. The board of directors or general manager may elect to not charge a late fee or disconnect fee in accordance with this Tariff during or after the occurrence of a natural disaster or other incident that impacts the property of members or interrupts the management and operation of the system.
- c. Upon written request, any residential customer 60 years of age or older who occupies the entire premises of a dwelling receiving water utility service from the Corporation shall receive extension of the past due date, without penalty. The extension shall not exceed 10 days beyond the usual 15 day payment period for a total of no more than 25 days from the date the bill is issued. The request may specify extension of the late payment periods for current and subsequent billings. (Utilities Code Sections 182.001 182.005) If this request originates from a tenant at a rental property the owner / member will be notified in writing of any extension request.
- 17. Rules for Disconnection of Service. The following describes the rules and conditions for disconnection of service. Notwithstanding any language to the contrary in the Service Application and Agreement Form, the Corporation may only discontinue service for the reasons set forth in this Section. For the purposes of disconnecting sewer service under these policies, water service will be terminated in lieu of disconnecting sewer service. In instances of nonpayment of sewer service or other violations by a Member who is not a water customer, the Corporation has the option to disconnect the sewer tap or take other appropriate actions.
 - a. **Disconnection with Notice** Water utility service may be disconnected for any of the following reasons after proper notification has been given.
 - 1) Returned Checks The Corporation shall mail, via the U.S. Postal Service, a notice requiring redemption of the returned instrument within ten (10) days of the date of the notice to be made in the Corporation office. Redemption of the returned instrument shall be made by cash, money order, or certified check. Failure to meet these terms shall initiate disconnection of service. (see Miscellaneous Transaction Forms) Any such instruments returned as insufficient or non-negotiable for any reason for any two billing periods within a 12-month period shall be considered evidence of bad credit risk by the Corporation. The Member/Customer in violation shall be placed on a "cash-only" basis for a period of 12 months. *NOTE:* "cash only," means certified check, money order, or cash.
 - 2) Failure to pay a delinquent account for utility service, failure to timely provide a deposit

- or other security under Section E 9 (i), or failure to comply with the terms of a deferred payment agreement (Miscellaneous Transaction Forms);
- 3) Violation of the Corporation's rules pertaining to the use of service in a manner which interferes with the service of others or the operation of non-standard equipment if a reasonable attempt has been made to notify the Member and the Member is provided with a reasonable opportunity to remedy the situation;
- 4) Failure of the Member to comply with the terms of the Corporation's Service Agreement, Tariff (including, where appropriate, Section H), Bylaws, or Special Contract provided that the Corporation has given notice of said failure to comply, and Member has failed to comply within a specified amount of time after notification.
- 5) Failure to provide access to the meter under the terms of this Tariff or to property at which water service is received when there is reason to believe that a hazardous condition or policy violation exists for which access is necessary to verify.
- 6) Misrepresentation by any Applicant or Transferee of any fact on any form, document, or other agreement required to be executed by the Corporation.
- 7) Failure of Member to re-apply for service upon notification by the Corporation that Member no longer meets the terms of the service classification originally applied for under the original service application.
- 8) Cancellation of membership by Member on an account that the Member holds for water service to the Member's renter/lessee, even if the renter/lessee has kept the account balance current under an Alternate Billing Agreement. (Note: The cancellation of membership must be in writing and signed by the Member. CORPORATION ASSUMES NO LIABILITY TO RENTER/LESSEE; MEMBER IS SOLELY RESPONSIBLE FOR COMPLIANCE WITH, AND LIABILITY UNDER ANY FEDERAL, STATE OR LOCAL LAW CREATING OR PROTECTING RIGHTS OF RENTERS/LEESSEES.)
- 9) Violation of any applicable regulation or pertaining to on-site sewage disposal systems if the Corporation has been requested in writing to disconnect service by the TCEQ or the TCEQ's designated representative under Chapter 366 of the Texas Health and Safety Code.
- 10) Failure to pay charges arising from service trip fee as defined in Section G 14., meter reread fee, or meter read fee when customer on self-read plan failed to submit their meter reading.
- 11) Failure by a Customer/Member to pay for all repair or replacement costs resulting from the Customer/Member damaging system facilities including, but not limited to water or sewer lines, service taps, meter boxes, valves, or meters by engaging in activities such as property excavations, installment of a driveway or roadway requiring encasements, lowering or re-routing of lines or system components, or by any other action. The Corporation will provide the Customer/Member with notice detailing the extent of the damage, the location of the damage, the cost of repair, and whether the damage occurred on private property or on a public right-of-way. Failure to pay the cost of repair or replacement will result in the Customer's/Member's service being disconnected in accordance with the Disconnection with Notice Provisions in this Section. Service will remain disconnected until payment is received or an acceptable payment plan is approved.
- 12) Failure to disconnect or secure additional service tap(s) for an RV or other service connection (See E 25. of this Section) after notification by the Corporation of violation of the Prohibition of Multiple Connections.

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- b. **Disconnection Without Notice** Water utility service may be disconnected without notice for any of the following conditions:
- 1) A known dangerous or hazardous condition exists for which service may remain disconnected for as long as the condition exists, including but not limited to a public health nuisance under Chapter 341.011 of the Health and Safety Code. If there is reason to believe a dangerous or hazardous condition exists, the Corporation may conduct a customer service inspection (CSI) to verify the hazardous condition and may notify the local county health office. The Corporation will disconnect without notice if the Member refuses to allow access for the purpose of confirming the existence of such condition and/or removing the dangerous or hazardous condition (30 TAC 290.46(j) and 290.46(i)). Service will be restored when a CSI confirms no health hazard exists, the health hazard has been removed or repaired, or the health hazard has been isolated from the Corporation's water system by the installation of a backflow prevention device.
- 2) A line leak on the member's side of the meter is considered a potential hazardous condition under b(1). If the Corporation conducts a CSI and discovers that the line leak has created a hazardous condition, the Corporation will provide the member up to five (5) business days, or another time period determined reasonable under the circumstances, to repair the line prior to disconnection of service.
- 3) Service is connected without authority by a person who has not made application for service or who has reconnected service without authority following termination of service for nonpayment; and
- 4) In instances of tampering with the Corporation's meter or equipment, by-passing the meter or equipment, or other diversion of service.
 NOTE: Where reasonable, given the nature of the reason for disconnection, a written statement providing notice of disconnection and the reason therefore shall be posted at the place of common entry or upon the front door of each affected residential unit as soon as possible after service has been disconnected.
- c. **Disconnection Prohibited** Utility service may not be disconnected for any of the following reasons:
 - 1) Failure of the Member to pay for merchandise or charges for non-utility service provided by the Corporation, unless an agreement exists between the Applicant and the Corporation whereby the Member guarantees payment of non-utility service as a condition of service:
 - 2) Failure of the Member to pay for a different type or class of utility service unless a fee for such service is included in the same bill;
 - 3) Failure of the Member to pay charges arising from an underbilling occurring due to any misapplication of rates more than six (6) months prior to the current billing;
 - 4) Failure of the Member to pay the account of another Member as guarantor thereof, unless the Corporation has in writing the guarantee as a condition precedent to service;
 - 5) Failure of the Member to pay charges arising from an underbilling due to any faulty metering, unless the meter has been tampered with or unless such underbilling charges are due under the Inoperative Meters subsection E 21. of this tariff.
 - 6) Failure of the Member to pay estimated bill other than a bill rendered pursuant to an approved meter reading plan, unless the Corporation is unable to read the meter due to circumstances beyond its control.
- d. **Disconnection on Holidays and Weekends** Unless a dangerous condition exists or the

- Member requests disconnection, service shall not be disconnected on a day, or on a day preceding a day, when personnel of the Corporation are not available to the public for the purpose of making collections and reconnecting service.
- e. **Disconnection Due to Utility Abandonment** The Corporation may not abandon a Member or a Certificated Service Area without written notice to its Members and all similar neighboring utilities and approval from the Texas Commission on Environmental Quality.
- f. **Disconnection for Ill Customers** The Corporation may not discontinue service to a delinquent residential Member or tenant permanently residing in an individually metered dwelling unit when that Member or tenant establishes that discontinuance of service will result in some person at that residence becoming seriously ill or more seriously ill if service is discontinued. To avoid disconnection under these circumstances, the Member or tenant must provide a written statement from a physician to the Corporation prior to the stated date of disconnection. Service may be disconnected in accordance with Subsection (a) of this Section if the next month's bill and the past due bill are not paid by the due date of the next month's bill, unless the Member or tenant enters into a Deferred Payment Agreement (see Miscellaneous Transaction Forms). The Corporation shall provide notice to an owner of rental property in the event a tenant requests service not be discontinued due to illness as per this subsection.
- g. **Disconnection of Master-Metered Accounts and Non-Standard Sewer Services** When a bill for water utility services is delinquent for a master-metered service complex (defined as a complex in which a single meter serves two (2) or more residential dwelling units), the following shall apply: (30 TAC 291.126)
 - 1) The Corporation shall send a notice to the Member as required. This notice shall also inform the Member that notice of possible disconnection will be provided to the tenants of the service complex in five (5) days if payment is not rendered before that time.
 - 2) At least five (5) days after providing notice to the Member and at least five (5) days prior to disconnection, the Corporation shall post at notices, stating "Termination Notice" in public areas of the service complex notifying the residents of the scheduled date for disconnection of service.
 - 3) The tenants may pay the Corporation for any delinquent bill in behalf of the owner to avert disconnection or to reconnect service to the complex.
- h. **Disconnection of Temporary Service** When an applicant with a Temporary service fails to comply with the conditions stated in the Service Application and Agreement Form or other rules of this Tariff service may be terminated with notice.
- 18. Billing Cycle Changes. The Corporation reserves the right to change its billing cycles if the workload requires such practice. After a billing period has been changed, the billings shall be sent on the new change date unless otherwise determined by the Corporation.
- 19. Back-billing. The Corporation may back-bill a Member for up to four (4) years (48 months) for meter error, misapplied meter multiplier, incorrect meter readings, or error in computing a Member's bill. Failure to pay the most recent six (6) months billing will result in disconnection of service. Back-billing shall not extend beyond current Membership except in cases involving the transfer of a Membership conditioned upon payment of delinquent obligations by the Transferee, as provided in Section E 9.c.
- **20.** *Disputed Bills.* In the event of a dispute between the Member and the Corporation regarding any bill, the Corporation shall forthwith make and conduct an investigation as shall be required by the

particular case, and report the results in writing thereof to the Member. All disputes under this Subsection must be submitted to the Corporation, in writing, prior to the due date posted on said bill except in cases involving the transfer of a Membership conditioned on payment of delinquent obligations by the Transferee, as provided under Section E 9.c.

21. Inoperative Meters. Water meters found inoperative will be repaired or replaced within a reasonable time. If a meter is found not to register for any period, unless by-passed or tampered with, the Corporation shall make a charge for units used, but not metered, for a period not to exceed six (6) months, based on amounts used under similar conditions during the period preceding or subsequent thereto, or during corresponding periods in previous years.

22. Bill Adjustment.

- a. Due to Meter Error. The Corporation shall test any Member's meter upon written request of the Member. In the event the meter tests within the accuracy standards of The American Water Works Association, a test fee as prescribed in Section G of this Tariff shall be imposed. In the event the test results indicate that the meter is faulty or inaccurate, the test fee shall be waived, the meter shall be calibrated or replaced, and a billing adjustment may be made as far back as six (6) months but not extending beyond current Membership except in cases involving the transfer of a Membership conditioned on payment of delinquent obligations by the Transferee, as provided under Subsection 9 c. The billing adjustment shall be made to the degree of the meter's inaccuracy as determined by the test. The Member shall complete a Meter Test Request Form prior to the test. (See Misc. Transaction Forms.)
- b. Due to Estimated Billing. If the Corporation has estimated usage because the Corporation is unable to access the meter due to circumstances beyond the Corporation's control, such as a natural disaster; or because access is hindered or denied by a Member, the Corporation shall adjust the bill once access has been regained and actual usage is determined.

23. Meter Tampering and Diversion.

- a. For purposes of this Section, the term "Tampering" shall mean meter-tampering, by-passing, or diversion of the Corporation's service equipment, or other instances of diversion, including:
 - 1. removing a locking or shut-off devise used by the Corporation to discontinue service,
 - 2. physically disorienting the meter,
 - 3. attaching objects to the meter to divert service or to by-pass,
 - 4. inserting objects into the meter,
 - 5. other electrical and mechanical means of tampering with, by-passing, or diverting service, and
 - 6. preventing the supply from being correctly registered by a metering device due to adjusting the valve so that flow is reduced below metering capability.

The burden of proof of Tampering is on the Corporation. Photographic evidence or any other reliable and credible evidence may be used; however, any evidence shall be accompanied by a sworn affidavit by the Corporation's staff when any action regarding Tampering is initiated. A court finding of Tampering may be used instead of photographic or other evidence, if applicable. Unauthorized users of services of the Corporation shall be prosecuted to the extent allowed by law under the Texas Penal Code Section 28.03.

- b. If the Corporation determines under subsection (a) that Tampering has occurred, the Corporation shall charge the offending party the total actual loss to the Corporation, including the cost of repairs, replacement of damaged facilities, and lost water revenues.
- c. In addition to actual damages charged under subsection (b), the Corporation may assess a penalty against the offending party. The penalty shall not exceed six (6) times the Base Rate.

Note: For purposes of this Section, "offending party" means the person who committed the Tampering. So, for example, in an owner/tenant situation where the tenant committed the Tampering, the Corporation cannot charge a penalty to the owner.

- **24.** *Meter Relocation.* Relocation of services shall be allowed by the Corporation provided that:
 - a. The relocation is limited to the existing property designated to receive service;
 - b. A current easement for the proposed location has been granted to the Corporation; and
 - c. The Member pays the actual cost of relocation plus administrative fees.

25. Prohibition of Multiple Connections To A Single Tap.

- a. No more than one (1) residential, commercial, or industrial service connection is allowed per meter tap. The Corporation may consider allowing an apartment building or mobile home/RV park to apply as a "Master Metered Account" and have a single meter tap (See Section E 26.) Any unauthorized sub-metering or diversion of service shall be considered a Multiple Connection and subject to disconnection of service. If the Corporation has sufficient reason to believe a Multiple Connection exists, the Corporation shall discontinue service under the Disconnection with Notice provisions of this Tariff for a first violation and for subsequent violations service will be disconnected without notice in accordance with E 17. b. (See Sample Application Packet RUS-TX Bulletin 1780-9 (Rev. 01/09))
- b. For purposes of this section, the following definitions shall apply:
 - 1) A "multiple connection" is the connection to any portion of a member's system that is connected to a primary delivery point already servicing one residence, one commercial or industrial facility of a water line serving another residence or commercial or industrial facility. Water lines to outbuildings, barns or other accessory structures shall not be consider a multiple connection if: (i) those structures are located on the same tract as the primary delivery point and (ii) such structures are not used as a residence or as a commercial or industrial facility.
 - 2) A "primary delivery point" shall mean the physical location of a meter or sewer tap that is installed in accordance with this Tariff and applicable law and which provides water or sewer service to the residence or commercial or industrial facility of a member.
 - 3) A "residence" shall mean any structure which is being used for human habitation, which may include kitchen and bathroom facilities or other evidence of habitation as defined by the Corporation.
 - 4) "Commercial" facility shall mean any structure or combination of structures at which any business, trade, occupation, profession, or other commercial activity is conducted. A member that utilizes water within their residence or property for commercial purposes may be required to obtain a separate meter. A business conducted within a member's residence or property that does not require water in addition to that provided to the member's residence shall not be considered a separate commercial facility.
- c. The corporation agrees to allow members in good standing to share water usage with a visitor

on their property with a recreation vehicle (RV) or travel trailer for a period of no longer than three months. If the recreation vehicle/travel trailer is being used for a permanent residence, this Tariff requires that an additional meter installation and membership be purchased. If the member routinely has more than one visitor at a time with recreation vehicles or travel trailers or has multiple visitors throughout the year, the corporation may require that a second or additional meter(s) be purchased. The member must submit a written request to the corporation's business office at least 5 business days prior to sharing corporation water with a visitor. The corporation has the right to refuse or deny the shared usage for any reason. The corporation also has the right to inspect the premises for any potential crosscontamination issues as outlined in the Customer Service Inspection requirements and to ensure that the meter is properly sized for the additional usage at the time of total peak water demand. These requirements pertain to visitors ONLY. No commercial usage where fees for water are charged is allowed. If a member is found to violate these conditions, the member will be sent a letter of notice stating that water service will be cut off in ten days if the situation is not corrected.

26. Master Metered Account Regulations. An apartment building, condominium, manufactured housing (modular, mobile or RV) community, business center or other similar type enterprise may be considered by the Corporation to be a single commercial facility if the owner applies for a meter as a "master metered account" and complies with the requirements set forth in TCEQ rules, this Tariff and applicable law. The Corporation may allow master metering service to these facilities at an Applicant's request.

27. Member's Responsibility.

- a. The Member shall provide access to the meter tap location as per the easement and service agreement. If access to the meter is hindered or denied preventing the reading of the meter, an estimated bill shall be rendered to the Member for the month; and a notice shall be sent to the effect that access could not be gained. If access is denied for three (3) consecutive months after proper notification to the Member, then service shall be discontinued and the meter removed with no further notice.
- b. The Member shall be responsible for compliance with all utility, local, and state codes, requirements, and regulations concerning on-site service and plumbing facilities.
 - 1) All connections shall be designed to ensure against on-site sewage contamination, back-flow or siphonage into the Corporation's water supply. In particular, livestock water troughs shall be plumbed above the top of the trough with air space between the discharge and the water level in the trough. (30 TAC 290.46, Health & Safety Code Chapter 366)
 - 2) The use of pipe and pipe fittings that contain more than 8.0% lead or solder and flux that contain more than 0.2% lead is prohibited for any plumbing installation or repair of any residential or non-residential facility providing water for human consumption and connected to the Corporation's facilities. Customer service pipelines shall be installed by the applicant. (30 TAC 290.46)
- c. A Member owning more than one (1) Membership shall keep all payments current on all accounts. Failure to maintain current status on all accounts shall be enforceable as per Service Application and Agreement executed by the Member.
- d. The Corporation's ownership and maintenance responsibility of water supply and metering equipment shall end at the meter or other service equipment. Therefore, all water usage registering upon and/or damages occurring to the metering equipment owned and maintained

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- by the Corporation shall be subject to charges as determined by the Corporation's Tariff as amended from time to time by the Board of Directors.
- e. The Corporation shall require each Member to have a cut-off valve within two feet of the meter on the Member's side of the meter for purposes of isolating the Member's service pipeline and plumbing facilities from the Corporation's water pressure. The valve shall meet AWWA standards (a ball valve is preferred). The Member's use of the Corporation's curb stop or other similar valve for such purposes is prohibited. Any damage to the Corporation's equipment shall be subject to service charges. (This cut-off valve may be installed as a part of the original meter installation by the Corporation.)
- f. The member is required to notify the system 48 hours prior to digging or excavation activities along or near water/sewer lines and appurtenances.

SECTION F. <u>DEVELOPER, SUBDIVISION AND NON-STANDARD SERVICE</u> <u>REQUIREMENTS</u>

Part I. General Requirements. This section details the requirements for all types of non-standard service requests.

1. *Purpose*. It is the purpose of this Section to define the process by which the specific terms and conditions for service to subdivisions and other kinds of Non-Standard Service are determined, including the Non-Standard Service Applicant's and the Corporation's respective costs.

For purposes of the Section, the term "Applicant" shall refer to the individual or entity that desires to secure Non-Standard Service from the Corporation. The Applicant must be the same person or entity that is authorized to enter into a contract with the Corporation setting forth the terms and conditions pursuant to which Non-Standard Service will be furnished to the property. In most cases, the Applicant shall be the owner of real property for which Non-Standard Service is sought. In the event that the Applicant is other than the owner of real property, the Applicant must furnish evidence to the Corporation that it is authorized to request Non-Standard Service on behalf of such owner, or that it otherwise has authority to request Non-Standard Service for the real property.

2. Application of Rules. This Section is applicable to subdivisions, additions to subdivisions, developments, or whenever additional service facilities are required for a single tract of property. Examples of non-standard services for a single tract of land can include, but are not limited to, road bores, extensions to the distribution system, service lines exceeding 3/4" diameter and service lines exceeding 20 feet. Non-residential or residential service applications requiring a larger sized meter typically will be considered non-standard. For the purposes of this Tariff, Applications subject to this Section shall be defined as Non-Standard. This Section may be altered or suspended for planned facility expansions when the Corporation extends its indebtedness. The Board of Directors of the Corporation or their designee shall interpret on an individual basis whether or not the Applicant's service request shall be subject to all or part of the conditions of this Section.

This Section sets forth the general terms and conditions pursuant to which the Corporation will process Non-Standard Service Requests. The specific terms and conditions pursuant to which the Corporation will provide non-standard service in response to any request will depend upon the nature of such request and may be set forth in a legally enforceable, contractual agreement to be entered into by the Corporation and the service Applicant. The agreement may not contain any terms or conditions that conflict with this Section.

- **3.** *Non-Standard Service Application.* The Applicant shall meet the following requirements prior to the initiation of a Non-Standard Service Contract by the Corporation:
 - a. The Applicant shall provide the Corporation a completed Service Application and Agreement Form. The Applicant shall specify any Special Service Needs, such as large meter size, size of subdivision or multi-use facility.
 - b. A final plat (see Tariff Definition Section- Final Plat) approved by the Corporation must accompany the Application showing the Applicant's requested service area. The plat must be approved by all governmental authorities exercising jurisdiction over lot sizes, sewage control, drainage, right-of-way, and other service facilities. Plans, specifications, and special requirements of such governmental authorities shall be submitted with the plat. Applicants for

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- single taps involving extension or upsizing of facilities shall be required to submit maps or plans detailing the location of the requested extension and details of demand requirements.

 NOTE: It is the responsibility of the Applicant to secure all necessary approvals of the subdivision once an Agreement is in place between the Corporation and the Applicant.
- c. A Non-Standard Service Investigation Fee shall be paid to the Corporation in accordance with the requirements of Section G of this Tariff for purposes of paying initial administrative, legal, and engineering fees. The Corporation shall refund any balance that remains after it has completed its service investigation, and has completed all legal and engineering services associated with processing a request. In the event such a fee is not sufficient to pay all expenses incurred by the Corporation, the Applicant shall pay to the Corporation upon the Corporation's request all additional expenses that have been, or will be incurred by the Corporation and Corporation shall have no obligation to complete processing of the Application until all remaining expenses have been paid.
- d. If after the service investigation has been completed, the Corporation determines that the Applicant's service request is for property located, in whole or in part, outside the area described in the Corporation's Certificate of Convenience and Necessity, service may be extended provided that:
 - 1). The service location is not in an area receiving similar service from another retail Corporation;
 - 2). The service location is not within another retail Corporation's Certificate of Convenience and Necessity; and
 - 3). The Corporation's Certificate of Convenience and Necessity shall be amended to include the entirety of Applicant's property for which service is requested. Applicant shall pay all costs incurred by Corporation in amending its CCN, including but not limited to engineering and professional fees. If the service location is contiguous to or within one-fourth (1/4) mile of Corporation's Certificate of Convenience and Necessity, Corporation may extend service prior to completing the amendment to its CCN, but will do so only upon Applicant's legally enforceable agreement to fully support such amendment (including but not limited to payment of all professional fees, including legal, surveying and engineering fees incurred by Corporation in securing the amendment).
- **4.** *Design.* The Corporation shall approve the design requirements of the Applicant's required facilities prior to initiation of a Non-Standard Service Contract in accordance with the following schedule:
 - a. The Corporation's Consulting Engineer shall design, or review and approve plans for, all on-site and off-site service facilities for the Applicant's requested service within the Corporation's specifications, incorporating any applicable municipal or other governmental codes and specifications.
 - b. The Consulting Engineer's fees shall be paid out of the Non-Standard Service Investigation Fee under Tariff Section F 3.
 - c. The Consulting Engineer shall submit to the Corporation a set of detailed plans, specifications, and cost estimates for the project.
 - d. The Corporation's Engineer shall ensure that all facilities for any Applicant meet the demand for service as platted and/or requested in the plans or plat submitted in application for service. The Corporation reserves the right to upgrade design of service facilities to meet future demands provided however, that the Corporation shall pay the expense of such upgrading in excess of that which is reasonably allocable to the level and manner of service requested by the Applicant.

- **5.** Non-Standard Service Contract. Applicants requesting or requiring Non-Standard Service may be requested to execute a written contract, drawn up by the Corporation's Attorney (see example Section I Sample Forms), in addition to submitting the Corporation's Service Application and Agreement. Said contract shall define the terms of service prior to construction of required service facilities. The service contract may include, but is not limited to:
 - a. All costs associated with required administration, design, construction, and inspection of facilities for water/sewer service to the Applicant's service area and terms by which these costs are to be paid.
 - b. Procedures by which the Applicant shall accept or deny a contractor's bid, thereby committing to continue or discontinue the project.
 - c. Equity Buy-In Fee (Front-end Capital Contributions) required by the Corporation in addition to the other costs required under this Section.
 - d. Monthly Reserved Service Charges as applicable to the service request.
 - e. Terms by which service capacity shall be reserved for the Applicant and duration of reserved service with respect to the demand which the level and manner of the service will have upon the Corporation's system facilities.
 - f. Terms by which the Applicant shall be reimbursed or compensated for fees duplicated in assessments for monthly rates and Equity Buy-In Fees.
 - g. Terms by which the Corporation shall administer the Applicant's project with respect to:
 - 1. Design of the Applicant's service facilities;
 - 2. Securing and qualifying bids;
 - 3. Execution of the Service Contract;
 - 4. Selection of a qualified bidder for construction;
 - 5. Dispensing advanced funds for construction of facilities required for the Applicant's service;
 - 6. Inspecting construction of facilities; and
 - 7. Testing facilities and closing the project.
 - h. Terms by which the Applicant shall indemnify the Corporation from all third party claims or lawsuits in connection with the project.
 - i. Terms by which the Applicant shall dedicate, assign and convey to the Corporation all constructed facilities and related rights (including contracts, easements, rights-of-way, deeds, warranties, and so forth) by which the Corporation shall assume operation and maintenance responsibility for the Applicant's project. The Applicant shall also provide reproducible as-built drawings of all constructed facilities. The as-built drawings must verify that all facilities have been properly located within the easements conveyed to the Corporation.
 - j. Terms by which the Board of Directors shall review and approve the Service Contract pursuant to current rules, regulations, and bylaws.
- 6. Construction of Facilities by Applicant Prior to Execution of Service Contract. The Corporation and the Applicant must execute a Non-Standard Service Contract prior to the purchase of supplies and materials or initiation of construction of facilities by the Applicant. In the event that the Applicant commences construction of any such facilities prior to execution of a Contract with the Corporation, then the Corporation may refuse to provide service to the Applicant or, in a subdivision, to any person purchasing a lot or home from the Applicant. Alternatively the Corporation may require full costs of replacing/repairing any facilities constructed without prior execution of a contract from any person buying a lot or home from Applicant. At a minimum, the Corporation will require that all facilities be uncovered by the Applicant for inspection by the Corporation, require that any facilities not approved by the Corporation be replaced, and take any other lawful action determined appropriate by the Board of Directors of the Corporation.

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8. Dedication of Water System Extension to WSC.

- a. Upon proper completion of construction of all on-site and off-site service facilities to meet the level and manner of service requested by the Applicant (the "Facilities"), the Facilities shall become the property of the WSC. The Facilities shall thereafter be owned and maintained by WSC subject to the warranties required of Applicant under Subsection (b). Any connection of individual customers to the Facilities shall be made by the WSC.
- b. Upon transfer of ownership of the Facilities, Applicant shall warrant materials and performance of the Facilities constructed by Applicant for 12 months following the date of the transfer.
- **9.** *Property and Right-of-Way Acquisition.* With regard to construction of facilities, the Corporation shall require private right-of-way easements or purchase of private property as per the following conditions:
 - a. If the Corporation determines that right-of-way easements or facility sites outside the Applicant's property are required, the Applicant shall secure easements or else title to facility sites in behalf of the Corporation. All right-of-way easements and property titles shall be researched, validated, and filed by the Corporation at the expense of the Applicant. (See Sample Application Packet RUS Form 442-8 or 442-9 (Rev. 6-06))
 - b. All additional costs associated with facilities that must be installed in public rights-of-way on behalf of the Applicant, due to the inability of the Applicant to secure private right-of-way easements, such as including road bores and TxDOT approvals shall be paid by the Applicant. Alternatively, Applicant shall pay all costs, including legal and other professional fees and the condemnation award in the event Corporation secures such private easements or facility sites through eminent domain proceedings.
 - c. The Corporation shall require an exclusive dedicated right-of-way on the Applicant's property (as required by the size of the planned facilities and as determined by the Corporation) and title to property required for other on-site and off-site facilities.
 - d. Easements and facilities sites shall be prepared for the construction of the Corporation's pipelines and facility installations in accordance with the Corporation's requirements and at the expense of the Applicant.
- 10. Bids For Construction. The Corporation's Consulting Engineer shall advertise for bids for the construction of the Applicant's proposed facilities in accordance with generally accepted practices. Plans and specifications shall be made available, with or without charge (as per Engineer's determination), to prospective bidders. Although the Corporation reserves the right to reject any bid or contractor, the Corporation shall generally award the contract to the lowest qualified bidder in accordance with the following criteria:
 - a. The Applicant shall sign the Service Contract noting willingness to proceed with the project and shall pay all costs in advance of construction associated with the project;
 - b. The Contractor shall provide an adequate bid bond under terms acceptable to the Corporation;
 - c. The Contractor shall secure adequate performance and payment bonding for the project under terms acceptable to the Corporation;
 - d. The Contractor shall supply favorable references acceptable to the Corporation;
 - e. The Contractor shall qualify with the Corporation as competent to complete the work (including but not limited to current water/sewer license, OSHA competent person training, and other licenses / certificates as required to complete the project); and
 - f. The Contractor shall provide adequate certificates of insurance as required by the Corporation.

11. *Pre-Payment For Construction and Service.* – After the Applicant has executed the Service Agreement, the Applicant shall pay to the Corporation all costs necessary for completion of the project prior to construction and in accordance with the terms of the Non-Standard Service Contract.

12. Construction.

- a. All roadwork pursuant to state, county and/or municipal standards (as applicable) shall be completed prior to facility construction to avoid future problems resulting from road right-of-way completion and excavation. Subject to approval of the requisite authority, approved road sleeves /casings may be installed prior to road construction to avoid road damage during construction of Applicant's facilities.
- b. The Corporation shall, at the expense of the Applicant, inspect the facilities to ensure compliance with Corporation standards.
- c. Construction plans and specifications shall be strictly adhered to, but the Corporation reserves the right to issue change-orders of any specifications, due to unforeseen circumstances during the design phase, to better facilitate construction or operation of the Applicant's facility. All change-order amounts shall be charged to the Applicant.

PART II. Request for Service to Subdivided Property

This section applies to applicants that are developers as defined in Section C Definitions.

- 1. Sufficient Information Applicants shall provide the corporation sufficient information describing the level and manner of service requested and the timeline for initiation of this service. The following is the minimum information needed for an engineering evaluation of the requested service to the property described in the application.
 - a. Completion of requirements described in Section F Part I, including completing the *Non-Standard Service Application*.
 - b. Applicant shall provide the Corporation with details concerning access to the property during evaluation of application.
 - c. Applicant shall be notified in writing by the Corporation or designated representative if service can be extended in accordance with the details described on the Applicant's request for service.
- 2. Service within Subdivisions The Corporation's obligation to provide service to any customer located within a subdivision governed by this Section is strictly limited to the level and manner of the nonstandard service specified by the Applicant. The Applicant is responsible for paying for all costs necessary for non-standard service to a subdivision as determined by the Corporation under the provisions of this Tariff and specifically the provisions of this Section; if the Applicant fails to pay these costs, the Corporation has the right to require payment of these costs by any one or more of the persons purchasing lots or homes within such subdivision before the Corporation is obligated to provide water/sewer service (Texas Water Code 13.2502). In addition, Corporation may elect to pursue any remedies provided by the Non-Standard Service Contract if one has been executed. Applicant is advised that purchasers of lots also may have legal recourse to the Applicant under Texas law, including but not limited to Texas Water Code Section 13.257, and the Business and Commerce Code Chapter 17, Subchapter E Deceptive Trade Practices & Consumer Protection Act.

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- 3. For Service to subdivisions involving tracts of 50 acres or greater, the Applicant must provide the following in addition to all other information otherwise required by this Section:
 - a. Map and description of the area to be served using map criteria in 30 TAC 291.105(a)(2)(A-G)).
 - b. Time frame for:
 - 1. Initiation of service
 - 2. Service to each additional phase following the initial service
 - c. Level of service (quantity and quality) for:
 - 1. Initial needs
 - 2. Phased and final needs and the projected land uses that support the requested level of service for each phase
 - d. Manner of service for:
 - 1. Initial needs
 - 2. Phased and final needs and the projected land uses that support the requested level of service for each phase
 - e. Any additional information requested by the Corporation necessary to determine the capacity and the costs for providing the requested service.
 - f. Copies of all required approvals, reports and studies done by or for the Applicant to support the viability of the proposed development.

Applicant must provide reasonably sufficient information, in writing, to allow the Corporation to determine whether the level and manner of service specified by the Applicant can be provided within the time frame specified by the Applicant and to generally determine what capital improvements, including expansion of capacity of the Corporation's production, treatment and/or storage facilities and/or general transmission facilities properly allocable directly to the service request are needed. If the Applicant proposes development in phases, the Applicant should specify the level and manner of service and the estimated time frame within which that service must be provided for each phase, and the Applicant must depict the currently estimated location of each phase on the maps required under 30 TAC Section 291.105(a)(2)(A-G). It is important that the Applicant's written request be complete. A complete application by the Applicant should include:

- (a) the proposed improvements to be constructed by the Applicant;
- (b) a map or plat signed and sealed by a licensed surveyor or registered professional engineer;
- (c) the intended land use of the development, including detailed information concerning the types of land uses proposed;
- (d) the projected water and demand of the development when fully built out and occupied, the anticipated water demands for each type of land use, and a projected schedule of build-out;
- (e) a schedule of events leading up to the anticipated date upon which service from the CCN holder will first be needed; and
- (f) a proposed calendar of events, including design, plat approval, construction phasing and initial occupancy.

Applicant must establish that current and projected service demands justify the level and manner of service being requested. In making his/her written request for service, the Applicant must advise the corporation that he/she may request expedited decertification from the TCEQ.

Upon payment of the required fees, the Corporation shall review Applicant's service request. If no additional information is required from Applicant, the Corporation will prepare a written report on Applicant's service request, subject to any final approval by the Corporation's governing body (if applicable) which must be completed within the 90 days from the date of application and payment of the required fees. The Corporation's written report will state whether the requested service will be provided, whether the requested service can be provided within the time frame specified by the Applicant, and the costs for which the Applicant will be responsible (including capital improvements, easements or land acquisition costs, and professional fees).

In the event the Corporation's initial review of the Applicant's service shows that additional information is needed, the Corporation will notify Applicant of the need for such additional information. Notice of the need for additional information will be made in writing within 30 days of the date the Corporation receives the Applicant payment of the required fees. Applicant should respond to the Corporation's request for additional information within 15 days of receipt of the Corporation's written request. In any case, the Corporation will provide the written report, including any final approval by the Corporation's Board (if applicable) within 90 days from the date of the **initial** written application and payment of all required fees.

By mutual written agreement, the Corporation and the Applicant may extend the time for review beyond the 90 days provided for expedited petitions to the TCEQ.

4. *Final approval* – Upon final approval by the Corporation and acceptance of proposal for service by the Applicant, a non-standard service contract will be executed and the corporation shall provide service according to the conditions contained in the Non-Standard Service Contract.

SECTION G. <u>RATES AND</u> SERVICE FEES

Unless specifically defined in this Tariff, all fees, rates, and charges as stated shall be non-refundable.

- 1. Service Investigation Fee. The Corporation shall conduct a service investigation for each service application submitted at the Corporation office. An initial determination shall be made by the Corporation, without charge, as to whether the service request is Standard or Non-Standard. An investigation shall then be conducted and the results reported under the following terms:
 - a. All Standard Service requests shall be investigated without charge and all applicable costs for providing service shall be quoted in writing to the Applicant within ten (10) working days of application.
 - b. All Non-Standard Service requests shall be subject to a fee, appropriate to each project, of sufficient amount to cover all administrative, legal, and engineering fees associated with investigation of the Corporation's ability to deliver service to the Applicant to;
 - (1) provide cost estimates of the project,
 - (2) to present detailed plans and specifications as per final plat,
 - (3) to advertise and accept bids for the project,
 - (4) to present a Non-Standard Service Contract to the Applicant, and
 - (5) to provide other services as required by the Corporation for such investigation. A Non-Standard Service Contract shall be presented to the Applicant within a suitable amount of time as determined by the complexity of the project. (See Section F.)
- 2. *Membership Fee.* At the time the application for service is approved, a Membership Fee must be paid for each service requested before service shall be provided or reserved for the Applicant by the Corporation.
 - a. The Membership Fee for water service is \$100.00 for each service unit.
 - b. Membership fee for oversized or Master Metered Accounts shall be based on multiples of meter size equivalence.
- 3. *Easement Fee.* When the Corporation determines that private right-of-way easements and/or facilities sites are necessary to provide service to the Applicant, the Applicant shall be required to make good faith efforts to secure easements in behalf of the Corporation and/or pay all costs incurred by the Corporation in validating, clearing, and retaining such right-of-way in addition to tap fees otherwise required pursuant to the provisions of this Tariff. The costs may include all legal fees and expenses necessary to attempt to secure such right-of-way and/or facilities sites in behalf of the Applicant. (See Section E 3., Section F 8. b.)
- 4. *Installation Fee.* The Corporation shall charge an installation fee for service as follows:
 - a. Standard Service shall include all current labor, materials, engineering, legal, customer service inspection, and administrative costs necessary to provide individual metered water or wastewater service and shall be charged on a per tap basis as computed immediately prior to such time as metered service is requested and installed.
 - b. **Non-Standard Service** shall include any and all construction labor and materials, inspection, administration, legal, and engineering fees, as determined by the Corporation under the rules of Section F of this Tariff.
 - c. Standard and Non-Standard Service Installations shall include all costs of any pipeline relocations

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as per Section E 3(e) of this Tariff.

- 5. *Equity Buy-In Fee.* In addition to the Membership Fee, each Applicant shall be required to achieve parity with the contributions to the construction of the Corporation's facilities capacity that have been made previously by existing Members. This fee shall be assessed immediately prior to providing or reserving service on a per service unit basis for each property and shall be assigned and restricted to that property for which the service was originally requested. This fee shall be set aside for future capacity improvements such as line upgrades, new tanks, treatment, or production.
 - a. Water Fee is \$650.00

6. Monthly Charges.

a. Base Rate

(1) Water Service - The monthly charge for standard metered water service is for a 5/8" by 3/4" meter. The 5/8" X 3/4" meter charge is used as a base multiplier for larger non-standard meters in accordance with the following chart based on American Water Works Association maximum continuous flow specifications:

METER	5/8" X 3/4"	MONTHLY
SIZE	METER EQUIVALENTS	RATE
5/8" X 3/4"	1.0	\$45.00
3/4"	1.5	\$45.00
1"	2.5	\$45.00
1 1/2"	5.0	\$45.00
2"	8.0	\$45.00
3" DISP.	9.0	\$45.00
3" CMPD.	16.0	\$45.00
3" TURB.	17.5	\$45.00
4" CMPD.	25.0	\$45.00
4" TURB.	30.0	\$45.00
6" CMPD.	50.0	\$45.00
6" TURB.	62.5	\$45.00
8" CMPD.	80.0	\$45.00

- b. **Gallonage Charge** In addition to the Base Rate, a gallonage charge shall be added at the following rates for usage during any one (1) billing period.
 - (1) Water \$11.00 per, 1000 gallons.
 - (2) The Corporation shall, as required by Section 5.701, Water Code of the State of Texas, collect from each of its retail customers a regulatory assessment equal to one-half of one percent of the charge for retail water or wastewater service. This charge shall be collected in addition to other charges for utility service. This fee is collected on all charges pertaining to Section G.6. Monthly Charges of this tariff. (30 TAC 291.76(d))
- 7. Assessments. If at the end of the fiscal year, or in the event of emergency repairs, the Board of Directors determines the total amount derived from the collection of water charges to be insufficient for the payment of all costs incident to the operation of the Corporation's system during the year in which such charges are collected, the Board shall make and levy an assessment against each Member of the Corporation as the Board may determine or as may be required by Rural Development or Texas Water Development Board, so that the sum of such assessments and the amount collected from water and other charges is sufficient to fully pay all costs of the operation, maintenance, replacement and repayment on indebtedness for the year's operations. (See Article XVIII of USDA Model Bylaws, Section 1)
- 8. *Late Payment Fee.* Once per billing period, a penalty of 15 %, shall be applied to delinquent bills. This late payment penalty shall not be applied to any balance to which the penalty was applied in a previous billing, but shall be applied to any unpaid balance during the current billing period.

NOTE: For Political Subdivisions and state agencies the above late payment fee does not apply. Instead a late penalty of 1% shall be assessed for any amount unpaid on the 46th day after the bill is received by the state agency or political subdivision and an additional 1% shall be assessed for each month thereafter that the bill remains unpaid. (Government Code Chapter 2251)

- **9.** Returned Check Fee. In the event a check, draft, or any other similar instrument is given by a person, firm, corporation, or partnership to the Corporation for payment of services provided for in this Tariff, and the instrument is returned by the bank or other similar institution as insufficient or non-negotiable for any reason, the account for which the instrument was issued shall be assessed a return check charge of \$35.00. (See Miscellaneous Transaction Forms)
- 10 .**Reconnect Fee.** The Corporation shall charge a fee of \$100.00 for reconnecting service after the Corporation has previously disconnected the service for any reason provided for in this Tariff except for activation of service under Section E 6.b. Re-Service.
- 11. Service Trip Fee. The Corporation shall charge a trip fee of \$75.00 for any service call or trip to the Member's tap as a result of a request by the Member or resident for response to damage of the Corporation's or another Member's facilities, for customer service inspections due to suspicion of meter tampering, bypass or diversion of service, or for the purpose of disconnecting or collecting payment for services. For service trips that extend beyond one hour, such as when an extended line location is required, the Corporation shall charge \$25.00 per employee per hour for each additional hour required.
- 12. Equipment Damage Fee. If the Corporation's facilities or equipment have been damaged by tampering, by-passing, installing unauthorized taps, reconnecting service without authority, or other service diversion, a

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fee shall be charged equal to the actual costs for all labor, material, and equipment necessary for repair, replacement, and other Corporation actions. This fee shall be charged and paid before service is re-established. If the Corporation's equipment has not been damaged, a fee equal to the actual costs for all labor, material, equipment, and other actions necessary to correct service diversions, unauthorized taps, or reconnection of service without authority shall be charged. All components of this fee will be itemized, and a statement shall be provided to the Member. If the Corporation's facilities or equipment have been damaged due to negligence or unauthorized use of the Corporation's equipment, right-of-way, or meter shut-off valve, or due to other acts for which the Corporation incurs losses or damages, the Member shall be liable for all labor and material charges incurred as a result of said acts or negligence.

- 13. *Meter Tampering and Diversion Penalty*. In addition to the Equipment Damage Fee, the Corporation may charge a penalty for "Tampering" as defined in Section E 23. The penalty may only be assessed against the person who committed the Tampering. An owner cannot be assessed for the Tampering committed by their tenant. The penalty shall not exceed six (6) times the Base Rate.
- 14. Customer History Report Fee. A fee of \$0.00 shall be charged to provide a copy of the Members record of past water purchases in response to a Member's request for such a record.
- 15. Meter Test Fee. The Corporation shall test a Member's meter upon written request of the Member. Under the terms of Section E of this Tariff, a charge of \$50.00 shall be imposed on the affected account.
- 16. Transfer Fee. An Applicant for service who is a Transferee shall complete all required application forms, etc., and pay a Transfer Fee of \$100.00.
- 17. Non-Disclosure Fee. A fee of \$0.00 shall be assessed any customer requesting in writing that personal information under the terms of this tariff not be disclosed to the public.
- 18. Information Copy Fee. A fee for the copying of any public information will be charged to the person requesting that information in compliance with the cost rules of the Government Code Section 552.261 et. seq.
- 19. Customer Service Inspection Fee. A fee of \$0.00 will be assessed each Applicant before permanent continuous service is provided to new construction.
- 21. Regulatory Assessment. A fee of 0.5% of the amount billed for water service will be assessed each customer; this assessment is required under Texas law and TCEQ regulations. **NOTE**: The regulatory assessment is not to be collected from state agencies, wholesale customers, or buyers of non-potable (not drinkable) water. (Ref. TCEQ RG-199 revised Oct. 2002. TCEQ Section 291.76 (c)
- **22.** Additional Assessments. In the event any federal, state or local government imposes on the Corporation a "per meter" fee or an assessment based on a percent of water/sewer charges, this fee or assessment will be billed and collected as a "pass through" charge to the customer.
- **23.** *Other Fees.* All services outside the normal scope of utility operations that the Corporation may be compelled to provide at the request of a customer or Member shall be charged to the recipient based on the cost of providing such service.

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SECTION H. WATER CONSERVATION AND DROUGHT CONTINGENCY PLANS

BITTER CREEK WSC WATER CONSERVATION AND DROUGHT CONTINGENCY PLANS FOR PWS #1770004 AND PWS #1770007.

SEE SEPARATE DOCUMENT

SECTION I: APPLICATION PACKET

Water Supply Corporation Application and Agreement Form (USDA RUS-TX Bulletin 1780-9 (Rev. 1-09))

Right-of-Way Easement (Location Required)(Form RD-TX 442-8 (Rev. 6-06))

Right-of-Way Easement (General)(Form RD-TX 442-9 (Rev. 6-06))

Non-Standard Service Contract

RUS-TX Bulletin 1780-9 TX PN No. 56 (Rev. 1/09)

BITTER CREEK WATER SUPPLY CORPORATION

SERVICE APPLICATION AND AGREEMENT

CORPORATION USE ONLY
Date Approved:
Service Classification:
Cost:
Work Order Number:
Eng. Update:
Account Number:
Service Inspection Date:

Service hispection Date.
Please Print: DATE
APPLICANT'S NAME
CO APPLICANT'S NAME
CURRENT BILLING ADDRESS: FUTURE BILLING ADDRESS:
PHONE NUMBER Home () Work ()
PROOF OF OWNERSHIP PROVIDED BY
DRIVER'S LICENSE NUMBER OF APPLICANT
EGAL DESCRIPTION OF PROPERTY (Include name of road, subdivision with lot and block number)
PREVIOUS OWNER'S NAME AND ADDRESS (if transferring Membership)
ACREAGE HOUSEHOLD SIZE
NUMBER IN FAMILY LIVESTOCK & NUMBER
PECIAL SERVICE NEEDS OF APPLICANT
NOTE: FORM MUST BE COMPLETED BY APPLICANT ONLY. A MAP OF SERVICE LOCATION REQUEST MUST BE ATTACHED.
The following information is requested by the Federal Government in order to monitor compliance with Federal laws prohibiting discrimination against applicants seeking to participate in this program. You are not required to furnish this information, but are encouraged to do so. This information will not be used in evaluating your application or to discriminate against you in any way. However, if you choose not to furnish it, we are required to note the race/national origin of individual applicants on the basis of visual observation or surname.
Ethnicity: Hispanic or Latino Race: Not of Hispanic or Latino White Black or African American American Indian/Alaska Native Asian Native Hawaiian or Other Pacific Islander
Gender: Male Female

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Witnesseth:

Service Application and Agreement page 2 of 5

and/or Member),	
(hereinafter called the App	icant
a corporation organized under the laws of the State of Texas (hereinafter called the Corporation) and	ıd
BITTER CREEK Water Supply Corporation,	
AGREEMENT made this,, between	,

The Corporation shall sell and deliver water service to the Applicant and the Applicant shall purchase, receive, and/or reserve service from the Corporation in accordance with the bylaws and tariff of the Corporation as amended from time to time by the Board of Directors of the Corporation. Upon compliance with said policies, including payment of a Membership Fee, the Applicant qualifies for Membership as a new applicant or continued Membership as a transferee and thereby may hereinafter be called a Member.

The Member shall pay the Corporation for service hereunder as determined by the Corporation's tariff and upon the terms and conditions set forth therein, a copy of which has been provided as an information packet, for which Member acknowledges receipt hereof by execution of this agreement. A copy of this agreement shall be executed before service may be provided to the Applicant.

The Board of Directors shall have the authority to discontinue service and cancel the Membership of any Member not complying with any policy or not paying any utility fees or charges as required by the Corporation's published rates, fees, and conditions of service. At any time service is discontinued, terminated or suspended, the Corporation shall not re-establish service unless it has a current, signed copy of this agreement.

If this agreement is completed for the purpose of assigning utility service as a part of a rural domestic water loan project contemplated with the Rural Development or Texas Water Development Board, an Applicant shall pay an Indication of Interest Fee in lieu of a Membership Fee for the purposes of determining:

- a. The number of taps to be considered in the design and
- b. The number of potential ratepayers considered in determining the financial feasibility of constructing
- 1) a new water system or
- 2) expanding the facilities of an existing water system.

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Service Application and Agreement Page 3 of 5

The Applicant hereby agrees to obtain, utilize, and/or reserve service as soon as it is available. Applicant, upon qualification for service under the terms of the Corporation's policies, shall further qualify as a Member and the Indication of Interest Fee shall then be converted by the Corporation to a Membership Fee. Applicant further agrees to pay, upon becoming a Member, the monthly charges for such service as prescribed in the Corporation's tariff. Any breach of this agreement shall give cause for the Corporation to liquidate, as damages, the fees previously paid as an indication of interest. In addition to any Indication of Interest Fees forfeited, the Corporation may assess a lump sum of \$300.00 as liquidated damages to defray any losses incurred by the Corporation. If delivery of service to said location is deemed infeasible by the Corporation as a part of this project, the Applicant shall be denied Membership in the Corporation and the Indication of Interest Fee, less expenses, shall be refunded. The Applicant may re-apply for service at a later date under the terms and conditions of the Corporation's policies. For the purposes of this agreement, an Indication of Interest Fee shall be of an amount equal to the Corporation's Membership Fees.

All water shall be metered by meters to be furnished and installed by the Corporation. The meter is for the sole use of the Member or customer and is to provide service to only one (1) dwelling or one (1) business. Extension of pipe(s) to transfer utility service from one property to another, to share, resell, or submeter water to any other persons, dwellings, businesses, or property, etc., is prohibited.

The Corporation shall have the right to locate a water service meter and the pipe necessary to connect the meter on the Member's property at a point to be chosen by the Corporation, and shall have access to its property and equipment located upon Member's premises at all reasonable and necessary times for any purpose connected with or in the furtherance of its business operations, and upon discontinuance of service the Corporation shall have the right to remove any of its equipment from the Member's property. The Member shall install, at their own expense, any necessary service lines from the Corporation's facilities and equipment to the point of use, including any customer service isolation valves, backflow prevention devices, clean-outs, and other equipment as may be specified by the Corporation. The Corporation shall also have access to the Member's property for the purpose of inspecting for possible cross-connections, potential contamination hazards, illegal lead materials, and any other violations or possible violations of state and federal statutes and regulations relating to the federal Safe Drinking Water Act or Chapter 341 of the Texas Health & Safety Code or and the corporation's tariff and service policies.

The Corporation is responsible for protecting the drinking water supply from contamination or pollution which could result from improper practices. This service agreement serves as notice to each customer of the restrictions which are in place to provide this protection. The Corporation shall enforce these restrictions to ensure the public health and welfare. The following undesirable practices are prohibited by state regulations:

a. No direct connection between the public drinking water supply and a potential source of contamination is permitted. Potential sources of contamination shall be isolated from the public water system by an airgap or an appropriate backflow prevention assembly in accordance with state regulations.

- b. No cross-connection between the public drinking water supply and a private water system is permitted. These potential threats to the public drinking water supply shall be eliminated at the service connection by the proper installation of an airgap or a reduced pressure-zone backflow prevention assembly and a service agreement must exist for annual inspection and testing by a certified backflow prevention device tester.
- c. No connection which allows condensing, cooling, or industrial process water to be returned to the public drinking water supply is permitted.
- d. No pipe or pipe fitting which contains more than 8.0 % lead may be used for the installation or repair of plumbing on or after July 1, 1988, at any connection which provides water for human consumption.
- e. No solder or flux which contains more than 0.2 % lead may be used for the installation or repair plumbing on or after July 1, 1988, at any connection which provides water for human consumption.

The Corporation shall maintain a copy of this agreement as long as the Member and/or premises is connected to the public water system. The Member shall allow their property to be inspected for possible cross-connections, potential contamination hazards, and illegal lead materials. These inspections shall be conducted by the Corporation or its designated agent prior to initiating service and periodically thereafter. The inspections shall be conducted during the Corporation's normal business hours.

The Corporation shall notify the Member in writing of any cross-connections or other undesirable practices which have been identified during the initial or subsequent inspection. The Member shall immediately correct any undesirable practice on their premises. The Member shall, at their expense, properly install, test, and maintain any backflow prevention device required by the Corporation. Copies of all testing and maintenance records shall be provided to the Corporation as required. Failure to comply with the terms of this service agreement shall cause the Corporation to either terminate service or properly install, test, and maintain an appropriate backflow prevention device at the service connection. Any expenses associated with the enforcement of this agreement shall be billed to the Member.

In the event the total water supply is insufficient to meet all of the Members, or in the event there is a shortage of water, the Corporation may initiate the Emergency Rationing Program as specified in the Corporation's Tariff. By execution of this agreement, the Applicant hereby shall comply with the terms of said program.

By execution hereof, the Applicant shall hold the Corporation harmless from any and all claims for damages caused by service interruptions due to waterline breaks by utility or like contractors, tampering by other Member/users of the Corporation, normal failures of the system, or other events beyond the Corporation's control.

The Applicant shall grant to the Corporation permanent recorded easement(s) dedicated to the Corporation for the purpose of providing reasonable rights of access and use to allow the Corporation to construct, maintain, replace, upgrade, parallel, inspect, test and operate any facilities necessary to serve

that Applicant as well as the Corporation's purposes in providing system-wide service for existing or future members.

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Service Application and Agreement Page 5 of 5

By execution hereof, the Applicant shall guarantee payment of all other rates, fees, and charges due on any account for which said Applicant owns a Membership Certificate. Said guarantee shall pledge any and all Membership Fees against any balance due the Corporation. Liquidation of said Membership Fees shall give rise to discontinuance of service under the terms and conditions of the Corporation's tariff.

By execution hereof, the Applicant agrees that non-compliance with the terms of this agreement by said Applicant shall constitute denial or discontinuance of service until such time as the violation is corrected to the satisfaction of the Corporation.

Any misrepresentation of the facts by the Applicant on any of the four pages of this agreement shall result in discontinuance of service pursuant to the terms and conditions of the Corporation's tariff.

Witnesseth Applicant Member	
Approved and Accepted Date Approved	

Form RD-TX 442-8 (Rev. 6-06)

UNITED STATES DEPARTMENT OF AGRICULTURE Rural Utilities Service

RIGHT-OF-WAY EASEMENT (Location of Easement Required)

WNOW ALL MEN DV THESE DESENTS That
(hereinafter called "Grantors"), in consideration of one dollar (\$1.00) and other good and valuable consideration paid by
In the event the county or state hereafter widens or relocates any public road so as to require to relocation of this water and/or sewer line as installed, Grantor further grants to Grantee an additional easemed over and across the land described above for the purpose of laterally relocating said water and/or sewer lines may be necessary to clear the road improvements, which easement hereby granted shall be limited to a strip land 15' in width, the center line thereof being the pipeline as relocated. The consideration recited herein shall constitute payment in full for all damages sustained by Grantors' reason of the installation of the structures referred to herein, and the Grantee will maintain such easement in state of good repair and efficiency so that no unreasonable damages will result from its use to Grantors' premise This agreement together with other provisions of this grant shall constitute a covenant running with the land for the benefit of the Grantee, its successors, and assigns. The Grantors covenant that they are the owners of the
above described lands and that said lands are free and clear of all encumbrances and liens except the following:
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Form RD-TX 442-8 (Rev. 6-06)

Grantor does hereby bind itself, its successors and assigns, to WARRANT AND FOREVER DEFEND, all and singular, the easement herein granted to Grantee, or Grantee's successors and assigns, against every person whomsoever claiming, or to claim, the same or any part thereof.

The easement conveyed herein was obtained or improved through Federal financial assistance. This easement is subject to the provisions of Title VI of the Civil Rights Act of 1964 and the regulations issued pursuant thereto for so long as the easement continues to be used for the same or similar purpose for which financial assistance was extended or for so long as the Grantee owns it, whichever is longer.

IN WITNESS WHEREOF the said Grantors have executed this instrument thisday of
, 20

ACKNOWLEDGEMENT
(Individual)
STATE OF TEXAS §
COUNTY OF §
Th:
This instrument was acknowledged before me on by
(SEAL)
Notary Public, State of Texas

Form RD-TX 442-9 (Rev 6-06)

UNITED STATES DEPARTMENT OF AGRICULTURE Rural Utilities Service

RIGHT-OF-WAY EASEMENT (General Type Easement)

KNOW ALL MEN BY THESE PRESENTS, that
(hereinafter called "Grantors"), in consideration of one dollar (\$1.00) and other good and valuable
consideration paid by (hereinafter called "Grantee"),
the receipt and sufficiency of which is hereby acknowledged, does hereby grant, bargain, sell, transfer, and
convey to said Grantee, its successors, and assigns, a perpetual easement with the right to erect, construct,
install and lay and thereafter access and use, operate, inspect, repair, maintain, replace, upgrade, parallel and
remove water distribution and/or sewer collection lines and appurtenances, over and across acres
of land, more particularly described in instrument recorded in Vol, Page, Deed Records,
County, Texas, together with the right of ingress and egress over Grantor's adjacent lands
for the purpose for which the above mentioned rights are granted. The easement hereby granted shall not
exceed 15' in width, and Grantee is hereby authorized to designate the course of the easement herein conveyed
except that when the pipeline(s) is installed, the easement herein granted shall be limited to a strip of land 15' in width, the center line thereof being the pipeline as installed.
Grantee shall have such other rights and benefits necessary and/or convenient for the full enjoyment and use of
the rights herein granted, including without limitation, (1) the reasonable right of ingress and egress over and
across lands owned by Grantor which are contiguous to the easement; (2) the reasonable right from time to
time to remove any and all paving, undergrowth and other obstructions that may injure Grantee's facilities and
appurtenances or interfere with the construction, maintenance, inspection, operation, protection, repair,
alteration, testing, replacement, upgrading, relocation (as above limited), substitution or removal thereof; and
(3) the rights to abandon-in-place any and all water supply and/or sewer distribution lines, service lines and
associated appurtenances, such that Grantee shall have no obligation or liability to Grantor, or their successors
or assigns, to move or remove any such abandoned lines or appurtenances.
In the event the easement hereby granted abuts on a public road and the county or state hereafter
widens or relocates the public road so as to require the relocation of this water and/or sewer line as installed,
Grantor further grants to Grantee an additional easement over and across the land described above for the
purpose of laterally relocating said water and/or sewer line as may be necessary to clear the road
improvements, which easement hereby granted shall be limited to a strip of land 15' in width, the center line
thereof being the pipeline as relocated.
The consideration recited herein shall constitute payment in full for all damages sustained by Grantors
by reason of the installation of the structures referred to herein and the Grantee will maintain such easement in
a state of good repair and efficiency so that no unreasonable damages will result from its use to Grantor's
premises. This Agreement together with other provisions of this grant shall constitute a covenant running with
the land for the benefit of the Grantee, its successors, and assigns. The Grantors covenant that they are the
owners of the above described lands and that said lands are free and clear of all encumbrances and liens except
the following:
- -

Approved _____10/15/12 ____ Page 51

Notary Public, State of Texas

Form RD-TX 442-9 (Rev. 6-06)

NON-STANDARD SERVICE CONTRACT

THE STATE O	F TEXAS		_						
THIS	CONTRACT	is	made	and	entered	into	by	and	between
	rred to as "Applic WSC" or "Corpor			Creek	Water Sup	ply Cor	porati	on, here	einafter
	EAS, Applicant is								
subdivision, according WHERI human consump	, County, To cording to the plate County, Texa EAS, WSC owns ption and other do	therees, said and operation	of record land being perates a course to co	ed at Vong herein water sy custome	ol, Panafter referred restem which rs within its	age ed to as ' supplies service	of th "the Pros s potable area; ar	e Plat R operty"; le water nd,	ecords of and, for
	EAS, Applicant han nsion of WSC's v	_		-					
to meet the leve	el and manner of s	ervice	requeste	d by the	Applicant,				
	he Water System ALL MEN BY T				EREFORE:				
THAT for and i	n consideration for eration, the suffice and contract as for	or the i	mutual pr of which	omises l					
1	specification All plans as consulting construction and specification particularly (b) The Water adequate when we provided to Extension	Professions of and special engine on of the cation on shape of the cation of the cation on shape of the cation of	m Extensional Engithe WSC ecification eer prior the Water as by the Vall become "the Wm Extenservice to by the Apprentice of the obligation of the obligation of the working the colling the working the size of the working t	ion shal gineer in and all as must to the iss System WSC's case part of ater System ion must the Prop Applican in antication to	I be engineed accordance government be reviewed suance of an Extension. Acconsulting enf this Agreetem Extensi	red and with the cal agence and approver After such agineer, ment by on". provide on plans y require e needs	designore application approved to the pla reference continuous for the ethe Woof other	cable ring juris by WSC ids for the oval of the ns and nce and s auous and develop rater Sys or custon	sdiction. E's he the plans shall more d oment as stem ners of the
2	for the con	shall b rately of struction any Go	oe respons owned lar ion or ope overnmen	sible for nd or site eration o tal appre	dedicating of the Water ovals necess	g off-site System	e) which Extens	h are ne ion and	cessary for
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- (b) Any easements acquired by the Applicant shall be in a form approved by the WSC (see Form of Easement, attached to this Contract and made a part hereof) and shall be assigned to WSC upon proper completion of the construction of the Water System Extension.
- (c) The validity of the legal instruments by which the Applicant acquires any such easements and by which Applicant assigns such easements to WSC must be approved by WSC's attorney.

3. Construction of the Water System Extension

- (a) Applicant shall advertise for bids for the construction of the Water System Extension in accordance with generally accepted bidding practices and shall award the contract for the construction of the Water System Extension subject to the approval of the WSC. WSC may reject any bid.
- (b) The Water System Extension shall be constructed in accordance with the approved plans and specifications. WSC shall have the right to inspect all phases of the construction of the Water System Extension. Applicant must give written notice to WSC of the date on which construction is scheduled to begin so that WSC may assign an inspector. WSC may charge reasonable inspection fees based on the actual costs of labor, travel and incidental expenses of the inspectors, plus 10% overhead.

4. <u>Dedication of Water System Extension to WSC.</u>

- (a) Upon proper completion of construction of the Water System Extension and final inspection thereof by WSC, the Water System Extension shall become the property of the WSC. The Water System Extension shall thereafter be owned and maintained by WSC subject to the warranties required of Applicant under Subsection (b). Any connection of individual customers to the Water System Extension shall be made by the WSC.
- (b) Upon transfer of ownership of the Water System Extension, Applicant shall warrant materials and performance of the Water System Extension constructed by Applicant for _____ months following the date of the transfer.

5. Cost of the Water System Extension.

- (a) Applicant shall pay all costs associated with the Water System Extension as a contribution in aid of construction, including, without limitation, the cost of the following:
 - (1) engineering and design;
 - (2) easement or right -of-way acquisition;
 - (3) construction;
 - (4) inspection;
 - (5) attorneys' fees; and
 - (6) governmental or regulatory approvals required to lawfully provide service.
 - (7) Applicant shall indemnify WSC and hold WSC harmless from all of the foregoing costs.
- (b) Provided, however, nothing herein shall be construed as obligating the Applicant to maintain the Water System Extension subsequent to its dedication and acceptance for maintenance by WSC.
- (c) If WSC has required the Water System Extension to be oversized in

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anticipation of the needs of the other customers of WSC, WSC shall reimburse Applicant for the additional costs of construction attributable to the oversizing, as determined by the WSC's consulting engineer, in three annual installments without interest beginning one year after dedication of the Water System Extension to WSC.

6. Service From the Water System Extension.

- (a) After proper completion and dedication of the Water System Extension to WSC, WSC shall provide continuous and adequate water service to the Property, subject to all duly adopted rules and regulations of WSC and the payment of the following:
 - (1) All standard rates, fees and charges as reflected in WSC's approved tariff;
 - (2) Any applicable Equity Buy-In or other up-front capital contribution fee adopted by WSC;
 - (3) Any applicable reserved service charge adopted by WSC.
- (b) It is understood and agreed by the parties that the obligation of WSC to provide water service in the manner contemplated by this Contract is subject to the issuance by the Texas Commission on Environmental Quality and all other governmental agencies having jurisdiction of all permits, certificates or approvals required to lawfully provide such service.
- (c) Unless the prior approval of WSC is obtained, the Applicant shall not:
 - (1) construct or install additional water lines or facilities to service areas outside the Property;
 - (2) add any additional lands to the Property for which water service is to be provided pursuant to this Agreement; or
 - (3) connect or serve any person or entity who, in turn, sells water service directly or indirectly to another person or entity.

7. Effect of Force Majeure.

In the event either party is rendered unable by force majeure to carry out any of its obligations under this Contract, in whole or in part, then the obligations of that party, to the extent affected by the force majeure shall be suspended during the continuance of the inability, provided however, that due diligence is exercised to resume performance at the earliest practical time. As soon as reasonably possible after the occurrence of the force majeure relied upon to suspend performance, the party whose contractual obligations are affected thereby shall give notice and full particulars of the force majeure to the other party.

The cause, as far as possible, shall be remedied with all reasonable diligence. The term "force majeure" includes acts of God, strikes, lockouts or other industrial disturbances, acts of the public enemy, orders of the government of the United States or the State of Texas or any civil or military authority, insurrections, riots, epidemics, landslides, lightning, earthquakes, fires, hurricanes, storms, floods, washouts, droughts, arrests, restraints of government and civil disturbances, explosions, breakage, or accidents to equipment, pipelines, or canals, partial or complete failure of water supply, and any other inability's of either party, whether similar to those enumerated or otherwise, that are not within the control of the party claiming the inability and that could not have been avoided by the exercise of due diligence and care. It is understood and agreed that

the settlement or strikes and lockouts shall be entirely within the discretion of the party having the difficulty and that the requirement that any force majeure be remedied with all reasonable dispatch shall not require the settlement of strikes and lockouts by acceding to the demands of the opposing party if the settlement is unfavorable to it in the judgment of the party having the difficulty.

8. Notices.

Any notice to be given hereunder by eith writing and may be effected by personal del registered or certified mail, return receipt re	ivery or by sending said notices by
Notice shall be deemed given when deposite Service with sufficient postage affixed. Any addressed:	
	_
A man motion motion with data A multipoint shall be address.	_
Any notice mailed to Applicant shall be address	ea: -
	_

Either party may change the address for notice to it by giving **written** notice of such change in accordance with the provisions of this paragraph

9. Breach of Contract and Remedies.

- (a) If either party breaches any term or condition of this Contract, the non-breaching party may, at its sole option, provide the breaching party with a notice of the breach within sixty (60) days of discovery of the breach by the non-breaching party. Upon notice of breach, the breaching party shall have sixty (60) days to cure the breach. If the breaching party does not cure the breach within the sixty (60) days, the non-breaching party, below, shall have all rights at law and in equity including the right to enforce specific performance of this Contract by the breaching party, the right to perform the obligation in question and to seek restitution for all damages incurred in connection therewith.
- (b) In the event of termination of this Contract by a non-breaching party, such action shall not affect any previous conveyance.
- (c) The rights and remedies of the parties provided in this Contract shall not be exclusive and are in addition to any other rights and remedies provided by law and under this Contract.

10. Third Parties.

It is the express intention of the parties that the terms and conditions of this Contract may be enforced by either party but not by any third party or alleged thirdparty beneficiary.

11. Captions.

Captions are included solely for convenience of reference and if there is any conflict between captions and the text of the Contract, the text shall control.

12. Context.

Whenever the context requires, the gender of all words herein shall include the masculine, feminine, and neuter, and the number of all words shall include the singular and the plural.

13. Mediation. [Optional]

Prior to the institution of legal action by either party related to any dispute arising under this Contract, said dispute shall be referred to mediation by an independent mediator mutually agreed upon by both parties. The cost of the mediator shall be shared equally by both parties.

14. Litigation Expenses.

Either party to this Contract who is the prevailing party in any legal proceeding against the other party, brought in relation to this Contract, shall be entitled to recover court costs and reasonable attorneys' fees from the non-prevailing party.

15. Intent.

The parties hereto covenant and agree that they shall execute and deliver such other and further instruments and documents as are or may become necessary or convenient to effectuate and carry out the intent of this Contract.

16. **Multiple Originals**.

This Contract may be executed in multiple originals, any copy of which shall be considered to be an original.

17. **Authority.**

The signatories hereto represent and affirm that they are authorized to execute this Contract on behalf of the respective parties hereto.

18. **Severability.**

The provisions of this Agreement are severable, and if any word, phrase, clause, sentence, paragraph, section, or other part of this Agreement or the application thereof to any person or circumstance shall ever be held by any court of competent jurisdiction to be invalid or unconstitutional for any reason, the remainder of this Agreement and the application of such word, phrase, clause, sentence, paragraph, section, or other part of this Agreement to other persons or circumstances shall not be affected thereby and this Agreement shall be construed as if such invalid or unconstitutional portion had never been contained therein.

19. Entire Agreement.

This Agreement, including any exhibits attached hereto and made a part hereof, constitutes the entire agreement between the parties relative to the subject matter of this Agreement. All prior agreements, covenants, representations, or warranties, whether oral or in writing, between the parties are merged herein.

20. Amendment.

20.	approved by each party and reduce representatives of the WSC and th	nent shall be effective unless and until it is duly ed to a writing signed by the authorized e Applicant, respectively, which amendment n every particular not otherwise changed by the
21.	This Agreement shall be const	rued under and in accordance with the laws of ons of the parties are expressly deemed anty, Texas.
22.	Any action at law or in equity	brought to enforce or interpret any provision of state court of competent jurisdiction with venue cas.
23.		ng on and shall inure to the benefit of the heirs, es.
24.	Assignability. The rights and obligations of the without the prior written consent of the conse	he Applicant hereunder may not be assigned of the WSC.
25.	Effective Date. This Agreement shall be effect all parties.	tive from and after the date of due execution by
by its dul	<u>*</u>	rties has caused this Agreement to be executed ble copies, each of equal dignity, on the date or
Bitter Cre	eek Water Supply Corporation	APPLICANT
By:		By:
Name:		Name:
Title:		Title:
Date:		Date:

SECTION J. MISCELLANEOUS TRANSACTION FORMS

ALTERNATE BILLING AGREEMENT FOR RENTAL ACCOUNTS

NAME:	METER #:
ADDRESS:	ACCT #:
I hereby authorize Bitter Creek Water Supply Corp person(s) and address below until further written no	otice:
I understand that under this agreement that I will be delinquencies on this account prior to disconnection the account in accordance with the provisions of the	e given notice by the Corporation of all n of service. A notification fee shall be charged to
I understand that if I request that my membership b service to an occupied rental property, that the Corp written notice of disconnection seven (7) days prior	poration will provide the above listed person with
I also understand that I am responsible to see that the account in the Corporation. This account shall not be retired.	
Signature	Date

CUSTOMER REQUEST THAT PERSONAL INFORMATION CONTAINED IN UTILITY RECORDS NOT BE RELEASED TO UNAUTHORIZED PERSONS

Chapter 182, Subchapter B of the Texas Utilities Code allows water utilities to give their customers the option of making the customer's address, telephone number, account records, and social security number confidential.

IS THERE A CHARGE FOR THIS SERVICE?

Yes. There is a one-time charge of \$0.00 to cover the cost of postage and implementation which must be paid at the time of request.

HOW CAN YOU REQUEST THIS?

Simply complete the form at the bottom of this page and return it with your check or money order for \$0.00 to:

Bitter Creek WSC

P.O. Box 1177 Sweetwater, TX 79556

Your response is not necessary if you do not want this service.

WE MUST STILL PROVIDE THIS INFORMATION UNDER LAW TO CERTAIN PERSONS.

We must still provide this information to (1) an official or employee of the state or a political subdivision of the state, or the federal government acting in an official capacity; (2) an employee of a utility acting in connection with the employee's duties; (3) a consumer reporting agency; (4) a contractor or subcontractor approved by and providing services to the utility or to the state, a political subdivision of the state, the federal government, or an agency of the state or federal government; (5) a person for whom the customer has contractually waived confidentiality for personal information; or (6) another entity that provides water, wastewater, sewer, gas, garbage, electricity, or drainage service for compensation.

Detach and Return This Section

• • •	rmation, including my address, telephone nun nfidential. I have enclosed my payment of \$	
Name of Account Holder	Account Number	
Address	Area Code/Telephone Number	
City, State, Zip Code	Signature	
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CUSTOMER NOTICE OF WATER RATIONING

DATE:	
TO: Customers of Bitter	Creek Water Supply Corporation
FROM:	, Manager, Bitter Creek WSC
water needs. Therefore, Plan on file with the Texallocations will begin or	ge during the past weeks, our system is unable to meet the demand of all older our Drought Contingency and Emergency Water Demand Managements Commission on Environmental Quality, Stage and will be in effect no later than or until the situation improves. ricts your water use as follows:
be levied against you an Subsequent violations me cause for a variance from complete copy of our ap	those penalties and measures contained in the Corporation's tariff that may placed on your account(s) if you are found violating this allocation. It is result in temporary termination of service. If you feel you have good this rationing program please contact us in writing at the address above. A roved Drought Contingency and Emergency Water Demand Management wat our business office. A copy may be obtained for standard copying ration.
Approved	0/15/12 Page 62

CUSTOMER NOTICE OF VIOLATION

DATE:		
FROM:	, Manager, Bitter Creek WSC	
determined that you violated the restri Corporation's Drought Contingency a [DESCRIBE VIOLATION]. You wer	, you are hereby notified that on ictions on your water use that are required un and Emergency Water Demand Management re notified of the restriction on your water use (see attached [ATTACH COPY OF).	der the Plan. Specifically, e, and the penalties
You are directed immediately to restrinotice.	ict your water use under the allocation stated	in the previous
	amount specified in the Corporation's Tariff lities, your water service may be terminated. I ninated for continued violations.	
	ought Contingency and Emergency Water De wat our business office. A copy of the Plan n	
We appreciate your cooperation.		

CUSTOMER NOTICE OF SECOND VIOLATION AND PENALTY

FROM:, Manager, Bitter Creek WSC TO:, you are hereby notified that on it was determined that you violated the restrictions on your water use that are required under the Corporation's Drough Contingency and Emergency Water Demand Management Plan. Specifically, [DESCRIBE VIOLATION]. This is the SECOND violation. You were notified of a previous violation on (see attached [ATTACH COPY OF CUSTOMER NOTICE OF VIOLATION]). Accordingly, and as provided in the Corporation's Tariff, you are hereby directed to pay a penalty of, to be received in the Corporation's business office no later than m., Failure to pay this penalty by this date and time will result in termination of your water service WITHOUT FURTHER NOTICE. Any further reconnection will require payment of the penalty and a	DATE:	_
that you violated the restrictions on your water use that are required under the Corporation's Drough Contingency and Emergency Water Demand Management Plan. Specifically, [DESCRIBE VIOLATION]. This is the SECOND violation. You were notified of a previous violation on (see attached [ATTACH COPY OF CUSTOMER NOTICE OF VIOLATION]). Accordingly, and as provided in the Corporation's Tariff, you are hereby directed to pay a penalty of, to be received in the Corporation's business office no later than m., Failure to pay this penalty by this date and time will result in termination of your water service WITHOUT FURTHER NOTICE. Any further reconnection will require payment of the penalty and a	FROM:	, Manager, Bitter Creek WSC
[ATTACH COPY OF CUSTOMER NOTICE OF VIOLATION]). Accordingly, and as provided in the Corporation's Tariff, you are hereby directed to pay a penalty of, to be received in the Corporation's business office no later than m., Failure to pay this penalty by this date and time will result in termination of your water service WITHOUT FURTHER NOTICE. Any further reconnection will require payment of the penalty and a	that you violated the restrictions on your wa Contingency and Emergency Water Deman	ater use that are required under the Corporation's Drought
charge for the service call to restore service.	[ATTACH COPY OF CUSTOMER NOTION the Corporation's Tariff, you are hereby dir Corporation's business office no later than penalty by this date and time will result in the control of the c	CE OF VIOLATION]). Accordingly, and as provided in rected to pay a penalty of, to be received in the m., Failure to pay this in termination of your water service WITHOUT nnection will require payment of the penalty and a
You are directed immediately to restrict your water use as directed in the Corporation's first notice to you. You were directed to do so in the previous Notice of Violation. Accordingly, you will be assessed an additional, and more severe, penalty for any violation following this Notice. Continued violations may result in termination of your water service regardless of whether you pay the penalties assessed for these violations.	you. You were directed to do so in the prevassessed an additional, and more severe, Continued violations may result in terminat	rious Notice of Violation. Accordingly, you will be penalty for any violation following this Notice.
A complete copy of our approved Drought Contingency and Emergency Water demand Managemen Plan remains available for your review at our business office. A copy of the Plan may be obtained or payment of standard copying charges.	Plan remains available for your review at or	
The conservation of our water resources is an important responsibility of all members and customers Your cooperation is appreciated.		an important responsibility of all members and customers.

CUSTOMER NOTICE OF SUBSEQUENT VIOLATION AND PENALTY

DATE:	_
FROM:	, Manager, Bitter Creek WSC
	_, you are hereby notified that on it was determined ag your water use which is required under the Corporation's Vater Demand Plan. Specifically, [DESCRIBE
you were assessed a penalty for your sec	e restrictions on your water use that must be followed, and cond violation which occurred on (see attached NOTICE OF SECOND VIOLATION AND PENALTY]).
severe, penalty if the violation continued Accordingly, you are hereby directed to business office no later than	ed you that you would be assessed an additional, and more d. This is required under the Corporation's Tariff. pay a penalty of, to be received in the Corporation's m., Failure to pay this penalty by nation of your water service WITHOUT FURTHER e payment of the penalty and a charge for the service call to
first notice to you. You have been direct assessed for additional violations. In a	y to restrict your water use as directed in the Corporation's ed to do so twice previously. Additional penalties will be addition to these penalties, YOUR WATER SERVICE ADDITIONAL VIOLATIONS regardless of whether se violations.
Your prompt attention to this matter will Corporation and its members	l be appreciated by the Bitter Creek Water Supply

NOTICE OF TERMINATION

DATE:	
FROM:	, Manager, Bitter Creek WSC
	, you are hereby notified that on it was determined that your water use that are required under the Corporation's Drought ater Demand Management Plan. Specifically, [DESCRIBE
, and Because the Corporation's Tariff, your vbe restored until and service. Additional violations the	ations. You previously have been notified of violations on, nese violations have continued, and as provided under Section H of vater service will be terminated on Your service will not only after payment of a charge for the service call to restore your ereafter will result in additional suspensions of your water service. . including monthly bills, are outstanding, you will be required to
fully pay these as well before ye	
	iolation of the water use restrictions required under the Corporation's gency Water Demand Plan have led to this action.
fully pay these as well before your well we regret that your continued v	iolation of the water use restrictions required under the Corporation's

BITTER CREEK WSC DEFERRED PAYMENT AGREEMENT

By execution of this Agreement, the undersigned Member agrees to payment of outstanding
debt for water utility service as set forth below:
Member agrees to pay \$ per month, in addition to current monthly water utility
service rates, fees, and charges, as set forth in the Corporation's Tariff, until the account is paid in
full. Any fees normally assessed by the corporation on any unpaid balance shall apply to the
declining unpaid balance.
Failure to fulfill the terms of this Agreement shall institute the Corporation's disconnection
procedures as set forth in the Corporation's Tariff unless other satisfactory arrangements are made by
the Member and approved by the Corporation's authorized representative.

Member
Date
Bitter Creek WSC Authorized Representative

BITTER CREEK WATER SUPPLY CORPORATION INSTALLMENT AGREEMENT

AN AGREEMENT made this day of, 20, between Bitter Creek Water Supply Corporation, a corporation organized under the laws of the State of Texas (hereinafter called the Corporation) and, (hereinafter called the Applicant and/or Member).					
By execution of this Agreement, the undersigned Member agrees to payment of outstanding debt for water utility service rates, fees, and charges, as set forth in the Corporation's Tariff, until the (Equity Buy-In Fee, High water bill from a leak, or other connection fee) is paid in full. Any fees normally assessed by the Corporation on any unpaid balance shall apply to the declining unpaid balance.					
Failure to fulfill the terms of this Agreement shall institute the Corporation's disconnection procedures as set forth in the Corporation's Tariff.					
APPROVED AND ACCEPTED this day of, 20 at the regular monthly meeting of the Board of Directors of the Bitter Creek Water Supply Corporation.					
President, Bitter Creek WSC Sec/Treasurer, Bitter Creek WSC					
THE STATE OF TEXAS COUNTY OF IN WITNESS WHEREOF the said Member/Applicant has executed this instrument this day of, 20BEFORE ME, the undersigned, a Notary Public in and for said County and State of Texas, on this day personally appeared, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he/she executed the same for the purpose and consideration therein expressed. GIVEN UNDER MY HAND AND SEAL OF OFFICE THIS day of, 20					
Notary Public in and for Member/Applicant					
County, Texas. Commission Expires/					

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Approved _____10/15/12____

BITTER CREEK WATER SUPPLY CORPORATION METER TEST AUTHORIZATION AND TEST REPORT

NAME:			
ADDRESS:			
DATE OF REQUEST:	PHONE NU	JMBER (DAY):	
ACCOUNT NUMBER:	METER SE	RIAL NUMBER:	
REASONS FOR REQUEST:			
Members requesting a meter test may be presented to the Corporation. The test shall Works Association standards and methods on a coertified test meter. Member agrees to pay \$\50.0 acceptable performance, plus any outstanding was required to pay for the test and for outstanding we be applied to the next billing sent to the Member	be conducted certified test 00 for the test ater utility se vater utility se	I in accordance with the American Water bench or on-site with an acceptable t if the results indicate an AWWA rvice. In the event that the Member is ervice as set forth herein, said charges shal	
Sig	ned by Mem	ber	
TES	T RESULTS	3	
Low Flow (1/4 GPM)	%	AWWA Standard 97.0 - 103.0 %	
Intermediate (2 GPM)	%	AWWA Standard 98.5 - 101.5 %	
High Flow (10 GPM)	%	AWWA standard 98.5 - 101.5 %	
Register test minutes at gallons Meter tests accurately; no adjustments du Meter tests high; adjustment due on wate Meter tests low; no adjustment due.	ıe.		
Test conducted by		Approved	
Approved10/15/12		Page 69	

NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION AND SERVICE EXTENSION POLICY OF BITTER CREEK WATER SUPPLY CORPORATION/SPECIAL UTILITY DISTRICT

Pursuant to Chapter 13.2502 of the Texas Water Code, Bitter Creek_Water Supply Corporation hereby gives notice that any person who subdivides land by dividing any lot, tract, or parcel of land, within the service area of _Bitter Creek_Water Supply Corporation, Certificate of Convenience and Necessity No.11149 , in_Fisher/Nolan_County, into two or more lots or sites for the purpose of sale or development, whether immediate or future, including re-subdivision of land for which a plat has been filed and recorded or requests more than two water connections on a single contiguous tract of land must comply with [put in the title of subdivision service extension policy stated in the tariff/policy] (the "Subdivision Policy") contained in Bitter Creek Water Supply Corporation's tariff.

Bitter Creek_Water Supply Corporation is not required to extend retail water service to a service applicant in a subdivision where the developer of the subdivision has failed to comply with the Subdivision Policy.

Applicable elements of the Subdivision include:

Evaluation by Bitter Creek_Water Supply Corporation of the impact a proposed subdivision service extension will make on Bitter Creek_Water Supply Corporation' water supply service system and payment of the costs for this evaluation;

Payment of reasonable costs or fees by the developer for providing water supply capacity;

Payment of fees for reserving water supply;

Forfeiture of reserved water supply for failure to pay applicable fees;

Payment of costs of any improvements to Bitter Creek Water Supply Corporation's system that are necessary to provide the water;

Construction according to design approved by Bitter Creek Water Supply Corporation and dedication by the developer of water/sewer facilities within the subdivision following inspection.

Bitter Creek Water Supply Corporation's tariff and a map showing Bitter Cree Water Supply Corporation's service area may be reviewed at Bitter Creek Water Supply Corporation's offices, at [insert address of the water supply corporation/special utility district]; the tariff/policy and service area map also are filed of record at the Texas Commission on Environmental Quality in Austin, Texas and may be reviewed by contacting the TCEQ, c/o Utility Rates and Services Section, Water Utilities Division, P.O. Box 13087, Austin, Texas 78711.

BITTER CREEK WSC NOTICE OF RETURNED CHECK

TO:
DATE:
CHECK NUMBER:
AMOUNT OF CHECK:
Your check has been returned to us by your bank for the following reasons:
AMOUNT OF CHECK:

You have ten days from the date of this notice in which to redeem the returned check and pay an additional \$35.00 Returned Check Fee. Redemption of the returned check and payment of additional fees may be made by cash, money order, or certified check. If you have not redeemed the returned check and paid the additional service fees within ten (10) days, your utility service will be disconnected unless other arrangements have been made with management.

BITTER CREEK WSC MANAGEMENT

BITTER CREEK WATER SUPPLY CORPORATION REQUEST FOR SERVICE DISCONTINUANCE

Ī	, hereby reques	t that my water meter (SSN#) or account
		, be disconnected from Bitte	
		e refunded to me. I understand that if I	
_	•	a new member and I may have to pay	_
		on Tariff. Future ability to provide ser	
		ited and may require capital improver	-
	•	ements will be at my cost. I further re	
_	_	nd I am authorized to execute this Req	_
_	on behalf of my spouse.	•	
	, 1		
		Cianatura	
		Signature	
		Date of Signature	
NOTE:	Charges for service will terminate wh	en this signed statement is received by	w the Ritter Creek WSC
		g of this transaction and deducted from	
addition to final		g of this transaction and deducted from	if the membership ree is
addition to final	charges.		

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Approved _____10/15/12_

EASEMENT DENIAL LETTER AND AFFIDAVIT

Date	
(Name of Property Owner and Property Owners Address)	
VIA: First Class Mail and Certified Mail, Return Receipt Requested No.	
Dear:	
Bitter Creek Water Supply Corporation (Corporation) has requested an easement for system across your property. To date, you have not provided such easement. It is not requested easement be granted or refused by you, and the Corporation is asking that (30) days after receipt of this notice. A copy of the requested easement is enclosed we	w necessary that the you do so within thirty
If the Corporation does not receive a completed easement within the 30 days specific consider this failure to be a denial of easement on your part and the Corporation will copy of this notice to be retained in the Corporation's records for future water services.	complete and sign a
If at some future time you (or another owner of your property or any portion of your water, the Corporation will require an easement before water service will be provide Section 49.218(d) - (f) of the Texas Water Code. At that time, and in addition to othe water/service, the Corporation will require payment of all reasonable costs for relocation water distribution system along the easement that will be provided. (The Corporation estimates this cost to be, as reflected in the attached. This cost could be great may wish to consult your attorney as to whether this future cost is a material condition disclose to anyone buying your property (or any part of your property) in the future.	d, as authorized by er costs required for ation or construction of tion's Engineer er in the future.) You
If you need any clarification on this matter, or which to discuss any aspects of the enplease contact our office: [office address, phone number].	aclosed easement,
We appreciate your attention to this matter.	
Sincerely,	
[appropriate signature]	
Approved10/15/12	Page 73

ACKNOWLEDGEMENT OF REFUSAL

I, Water Supply Corpora property.	, hereby refuse to provide the easement requested by Bitter Creek ation for authority to construct/operate a water/sewer distribution system across my
	AFFIDAVIT
easement sent by certi	n my oath, I hereby certify that this is a true copy of the document and attached fied mail to on on, and a signed receipt verifying delivery and acceptance is attached to
this Affidavit [ALTER Affidavit]. This Affida Corporation. I further received within thirty Corporation's engineer a current estimate of the	RNATIVE: and the return noting refusal to accept or verify delivery is attached to this avit will be maintained as a part of the records of Bitter Creek Water Supply certify that a signed easement or signed Acknowledgement of Refusal was not days following receipt by
[name] [position with Corpora Date:	
THE STATE OF TEX	
THIS INSTRUMENT	was acknowledged before me on, 20, by
(SEAL)	Notary Public, County, Texas My Commission Expires:

SANITARY CONTROL EASEMENT

DATE	TE:, 20	
GRAN	ANTOR(S):	
GRAN	ANTOR'S ADDRESS:	
GRAN	ANTEE:ANTEE'S ADDRESS:	
UKAI	INTEES ADDRESS.	
SANI	IITARY CONTROL EASEMENT:	
	Purpose, Restrictions, and Uses of Easement:	
	1. The purpose of this easement is to protect the water supply of the well described and locate of sanitary control.	ed below by means
	2. The construction and operation of underground petroleum and chemical storage tanks and pipelines, stock pens, feedlots, dump grounds, privies, cesspools, septic tank or sewage treatrimproperly constructed water wells of any depth, and all other construction or operation that insanitary condition within, upon, or across the property subject to this easement are prohibit easement. For the purpose of the easement, improperly constructed water wells are those well the surface and subsurface construction standards for a public water supply well.	nent drain fields, could create an ed within this
	3. The construction of tile or concrete sanitary sewers, sewer appurtenances, septic tanks, sto cemeteries is specifically prohibited within a 50-foot radius of the water well described and I	
	4. This easement permits the construction of homes or buildings upon the Grantor's property in Restrictions Nos. 2 and 3 are recognized and followed.	as long as all items
	5. This easement permits normal farming and ranching operations, except that livestock shall within 50 feet of the water well.	not be allowed
	The Grantor's property subject to this Easement is described in the documents recorded at:	
	Volume, Pages of the Real Property Records ofCounty, Texas.	
Prope	perty Subject to Easement:	
	All of that area within a 150-foot radius of the water well located feet at a radial of corner of Lot, of a Subdivision of Record in Book, Page of the Co County, Texas.	
TERN	RM:	
	This easement shall run with the land and shall be binding on all parties and persons claiming Grantor(s) for a period of two years from the date that this easement is recorded; after which shall be automatically extended until the use of the subject water well as a source of water fo systems ceases.	time, this easement
ENFO	ORCEMENT:	
Appr	roved10/15/12	Page 75

Enforcement of this easement shall be proceedings at law or in equity against any person or persons violating or attempting to violate the restrictions in this easement, either to restrain the violation or to recover damages.

INVALIDATION:

Invalidation of any one of these restrictions or uses (covenants) by a judgment or court order shall not affect any of the other provisions of this easement, which shall remain in full force and effect.

FOR AND IN CONSIDERATION, of the sum of One Dollar (\$1.00) and for other good and valuable consideration paid by the Grantee to the Grantor(s), the receipt of which is hereby acknowledged, the Grantor does hereby grant and convey to Grantee and to its successors and assigns the sanitary control easement described in this easement.

	GRANTOR(S) By:
	<u>ACKNOWLEDGMENT</u>
STATE OF TEXAS	\$ \$ \$
COUNTY OF	§
known to me to	y, on the day of, 20, personally appeared be the person(s) whose name(s) is(are) subscribed to the foregoing at executed the same for the purposes and consideration therein expressed.
	Notary Public in and for
	THE STATE OF TEXAS
	My Commission Expires:
	Typed or Printed Name of Notary
Recorded in Courthouse,	

BITTER CREEK WATER SUPPLY CORPORATION EQUIPMENT AND LINE DEDICATION AGREEMENT

the Bitter Creek Water Supply Corporation's		and Non-Standard Service Requirements
Policy, do hereby dedicate, transfer and assign		
privileges to and ownership of said equipment and or line(s) being described in the Non-Stan		
and the Non-Standard Service Contract of		
described as follows: (or see Attachments)		
·		
The Bitter Creek Water Supply Corpor	ation through its designation	ated representative having agreed to
accept the equipment and or line(s) as previou		
Corporation shall hold harmless,(na		
repairs or maintenance of said equipment and		ng any warranty or bond for said repairs
as per the Non-Standard Service Contract/Agr	eement.	
This agreement entered into on the	day of in the	year of by:
	_ , ,	
Bitter Creek Water Supply Corporation		
	Transferor Signati	UPO.
	Transferor Signau	ine .
Signed by Corporation Representative	Address	
Address	City 7:	
Address	City Zip)
City Zip		
•		
THE STATE OF TEXAS, COUNTY OF		
IN WITNESS WHEREOF the said Transferor	and the Corporation Re	presentative have executed this
instrument this day of, 20) is in and for said County	y and State of Toyos, on this day
BEFORE ME, the undersigned, a Notary Publ personally appeared	•	
names are subscribed to the foregoing instrum	ent, and acknowledged t	o me that he/she/they executed the same
for the purpose and consideration therein expr		
GIVEN UNDER MY HAND AND SEAL OF	OFFICE THIS day	of, 20
C' (N / D II'		
Signature of Notary Public		
Approved10/15/12		Page 77

BITTER CREEK WSC TERMINATION NOTICE

TO:		
ACCOUNT NUM	MBER:	
DATE:		
DATE OF SCHE	DULED TERMINATION:	
the Corporation. It service will be term pay all costs applied have no intentions	f our office does not receive paym minated. To regain service after te cable to purchasing a new Member	atus of your account is jeopardizing your Membership with ent within ten days of the date of this notice, your utility rmination, you must re-apply for a new Membership and ship under the terms of the Corporation's Tariff. If you e the service line is capped. We will not cap your line for imstances.
		BITTER CREEK WSC MANAGEMENT
Approved	10/15/12	Page 78

DEDICATION, BILL OF SALE AND ASSIGNMENT (Developer Form)

THE STATE OF TEXAS	§ §	
COUNTY OF	\$ \$ \$ \$ \$ \$	
KNOW ALL BY THESE PRESENTS	§ §	
This Dedication, Bill of Sale and Assignment between Bitter Creek Water Supply Corporganized and operating under Chapter 67, 7	poration, a Texas non-profit, member-ow	ned water supply corporation
	RECITALS:	
-	abdivision, a subdivision in nant thereto as more particularly describe ntracts, rights, interests, easements, right	nent, Developer has agreed to er appurtenances constructed to County, Texas, together with ed in Exhibit "A" hereto (the hts-of-way, permits, licenses,
The Facilities and the Related Right	s are collectively referred to as the "Transf	erred Properties."
DEDICATIO	ON, ASSIGNMENT AND AGREEMENT	Γ
For and in consideration of the sum consideration, the receipt and sufficiency of TRANSFER, CONVEY, SET OVER AND assigns, the Transferred Properties TO HAS singular the rights and appurtenances their successors and assigns to WARRANT AND Corporation, its successors and assigns again any part thereof.	D ASSIGN forever unto Corporation and AVE AND TO HOLD the Transferred Preto in anywise belonging, and Developed FOREVER DEFEND, all and singular, to	oper does hereby DEDICATE, Corporation's successors and operties, together with all and er does hereby bind itself, its the Transferred Properties unto
Approved10/15/12		Page 79

Pursuant to Section of the Agreemen contract(s):					
EXECUTED AND EFFECTIVE as of the	e date first writte	en above.			
DEVELOPER:					
By:					
Name:					
Title:					
THE STATE OF TEXAS	§				
THE COUNTY OF	% % %				
This instrument was acknowledged	before me [DEVELO	on the OPER]	day of _	,	20_, by
Notary Public - State of Texas			(Seal)		
Printed Name:					
My Commission Expires:	-				
AFTER RECORDING RETURN TO:					
Bitter Creek Water Supply Corporation					
P.O. 1177 Sweetwater, Texas 79556					

BITTER CREEK WATER SUPPLY CORPORATION

	Address:	_
	Phone Number:	<u>-</u>
	Contact Person:	_
API	PLICANT'S NOTICE OF INSUFFICIENT IN	FORMATION
TO:		
ACCOUNT NUMI	BER:	
DATE:		
DATE OF SCHED	OULED DISCONNECTION:	
You are here	eby advised that the INCOMPLETE status of your (SEE L	IST BELOW FOR WHICH)
FORMS is jeopardiz	zing your Membership with the Corporation. If our office	does not receive COMPLETED
DOCUMENTS OR I	PROPER INFORMATION within ten days of the date of	this notice, your utility service
will be terminated.	To regain service after termination, you must re-apply for	Membership and pay all costs
applicable to a new I	Member under the terms of the Corporation's Tariff. If yo	ou have no intentions of retaining
our service, make su	are the service line is capped. We will not cap your line for	r you, but will remove the meter
regardless of the circ	cumstances on the Disconnection Date indicated above.	
Circle all the	e forms needing additional information from the Applicant	Member.
A.	SERVICE APPLICATION AND AGREEMENT	
В.	RIGHT-OF-WAY EASEMENT	
C.	SANITARY CONTROL EASEMENT	
D.	ALTERNATE BILLING AGREEMENT	
E.	NON-STANDARD SERVICE AGREEMENT OR COM	NTRACT
F.	FINAL PLAT	
G.	BANKRUPTCY INFORMATION FOR YOUR ACCO	UNT(S)
H.	OTHER INFORMATION	
	BITTER C	REEK WSC MANAGEMENT
	Signed by:	
Approved	10/15/12	Page 81

DEDICATION, BILL OF SALE AND ASSIGNMENT (Individual Service Form)

THE STATE OF TEXAS COUNTY OF KNOW ALL BY THESE PRESENTS § This Dedication, Bill of Sale and Assignment is entered into and effective as of _______, 201_, by and between Bitter Creek Water Supply Corporation, a Texas non-profit, member-owned water supply corporation organized and operating under Chapter 67, Texas Water Code ("Corporation") and _____("Member"). RECITALS: Corporation and Member have previously entered into that certain Non-Standard Service Agreement dated ___ (the "Agreement"). Pursuant to Section ____ of the Agreement, Member has agreed to dedicate and convey to Corporation the water lines, hydrants, valves, fittings and other appurtenances constructed to provide water service to the Member's property located at_____, in _____ County, Texas, together with all rights and interests therein or appurtenant thereto as more particularly described in Exhibit "A" hereto (the "Facilities"), and all easements, rights-of-way and permits, licenses or approvals, if any, related to the Facilities as more particularly described in Exhibit "B" hereto (the "Related Rights"). The Facilities and the Related Rights are collectively referred to as the "Transferred Properties." DEDICATION, ASSIGNMENT AND AGREEMENT For and in consideration of the sum of TEN AND NO/100 DOLLARS (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Member does hereby DEDICATE, TRANSFER, CONVEY, SET OVER AND ASSIGN forever unto Corporation and Corporation's successors and assigns the Transferred Properties TO HAVE AND TO HOLD the Transferred Properties, together with all and singular the rights and appurtenances thereto in anywise belonging, and Member does hereby bind himself/herself, his/her successors and assigns to WARRANT AND FOREVER DEFEND, all and singular, the Transferred Properties unto Corporation, its successors and assigns against every person whomsoever lawfully claiming or to claim the same or any part thereof. In addition, the Bitter Creek Water Supply Corporation, through its authorized representative, having agreed at accept the Facilities described in Exhibit "A", shall hold harmless Member from this day forward, from any costs for repairs or maintenance of said Facilities or any part of said Facilities. EXECUTED AND EFFECTIVE as of the date first written above. MEMBER: Approved _____10/15/12____ Page 82

Member:			
Printed Name:			
THE STATE OF TEXAS THE COUNTY OF	% % %		
This instrument was acknowledged		day of	, 201_, by
Notary Public - State of Texas			
Printed Name:			
My Commission Expires:	_		
FOR Bitter Creek WSC:			
By:			
Printed Name:			
THE STATE OF TEXAS			
THE COUNTY OF			
This instrument was acknowledged befor	re me on the day of _	, 201_, by	
Notary Public - State of Texas	_		
Printed Name: My Commission Expires: AFTER RECORDING RETURN TO:			
Bitter Creek Water Supply Corporation			
, Texas			

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Approved _

10/15/12

SERVICE INSPECTION CERTIFICATION

Nam	e of PWS								
PWS	I.D.#								
Loca	tion of Service								
	, upo		ate water d	istribution faciliti	es connec	ted to th	e aforeme	entioned pub	olic water supply
								Compliance	ce Non- Compliance
(1)	No direct connection betwee exists. Potential sources of compropriate backflow preventions of the control of th	ontamination are isolate	d from the	public water syst	em by an				
(2)	No cross-connection between an actual air gap is not maint approved reduced pressure-z agreement exists for annual in	tained between the publicone backflow prevention	ic water su n assembly	pply and a private is properly insta	e water sug lled and a	pply, an service			
(3)	No connection exists which processes back to the public		of water us	ed for condensing	g, cooling	or indus	trial		
(4)	No pipe or pipe fitting which on or after July 1, 1988.	n contains more than 8.0	% lead exi	sts in private wat	er distribu	tion faci	ilities in		
(5)	No solder or flux which contains more than 0.2% lead exists in private water distribution facilities installed on or after July 1, 1988.								
	er service shall not be provided pliance.	l or restored to the priva	te water di	stribution facilitie	es until the	above o	conditions	are determ	ined to be in
I furt	ther certify that the following n	naterials were used in th	ne installati	on of the water d	istribution	facilitie	es:		
	Service lines Lead Solder Lead			PVC Solvent Weld		Other Other			
	ognize that this document shall ne validity of the information I		ecord of the	e aforementioned	Public W	ater Sys	tem and th	nat I am lega	ally responsible
Sign	ature of Inspector	Regi	stration Nu	ımber		_			
 Title		Туре	of Registr	ation		_			
Date									

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Approved _____10/15/12_

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SECTION K. MISCELLANEOUS

TARIFF FILING REQUIREMENTS (New form 12/10)

Date
Tariff Clerk Office of Water Supply Division, MC 153 TCEQ P.O. Box 13087 Austin, Texas 78711-3087
Re: Tariff for Bitter Creek WSC, CCN No. 11149, in Fisher/Nolan Counties
Dear Tariff Clerk:
Pursuant to Texas Water Code Section 13.136(c) and 30 TAC Section 291.21(j), enclosed is a tariff for Bitter Creek Water Supply Corporation provided for informational purposes. <i>The tariff was revised and changed in; therefore, please discard the previously filed tariff and replace it with the attached.</i>
Should you or your staff have any questions, please contact me at 325/235-4919.
Sincerely,
Name
Bitter Creek WSC

Approved _____10/15/12_