NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION AND SERVICE EXTENSION POLICY OF RED RIVER COUNTY WATER SUPPLY CORPORATION

Pursuant to <u>Chapter 13.2502</u> of the <u>Texas Water Code</u>, Red River County 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 Red River County Water Supply Corporation, Certificate of Convenience and Necessity No 10530, in Red River 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 or sewer service connections on a single contiguous tract of land must comply with [put in the title of subdivision service extension policy stated in the tariff] (the "Subdivision Policy") contained in Red River County Water Supply Corporation's tariff.

Red River County Water Supply Corporation is not required to extend retail water or sewer utility 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 Red River County Water Supply Corporation of the impact a proposed subdivision service extension will make on Red River County Water Supply Corporation's water supply/sewer service system and payment of the costs for this evaluation;

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

Payment of fees for reserving water supply/sewer capacity;

Forfeiture of reserved water supply/sewer service capacity for failure to pay applicable fees;

Payment of costs of any improvements to Red River County Water Supply Corporation's system that are necessary to provide the water/sewer service;

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

Red River County Water Supply Corporation's tariff and a map showing Red River County Water Supply Corporation's service area may be reviewed at Red River County Water Supply Corporation's offices, at 1404 East Main Clarksville, Texas. The tariff/policy and service area map also are filed of record at the Public Utility Commission in Austin, Texas and may be reviewed by contacting the PUC, Central Records at 512-936-7180 for assistance.