Corix	Utilities	(Texas)	Inc.
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Sewer Tariff

(Utility Name)

# **SECTION 3.0 -- EXTENSION POLICY (Continued)**

#### Section 3.02 - Costs Utilities and Service Applicants Shall Bear

Within its certified area, the utility will pay the cost of the first 200 feet of any water main or distribution line necessary to extend service to an individual residential customer within a platted subdivision.

However, if the residential customer requesting service purchased the property after the developer was notified in writing of the need to provide facilities to the utility, the utility may charge for the first 200 feet. The utility must also be able to document that the developer of the subdivision refused to provide facilities compatible with the utility's facilities in accordance with the utility's approved extension policy after receiving a written request from the utility.

Residential customers will be charged the equivalent of the costs of extending service to their property from the nearest collection line even if that line does not have adequate capacity to serve the customer. However, if the customer places unique, non-standard service demands upon the system, the customer may be charged the additional cost of extending service to and throughout their property, including the cost of all necessary transmission and storage facilities necessary to meet the service demands anticipated to be created by that property.

Unless an exception is granted by the TCEQ's Executive Director, the residential service applicant shall not be required to pay for costs of main extensions greater than 6" in diameter for gravity wastewater lines.

Exceptions may be granted by the TCEQ Executive Director if

- adequate service cannot be provided to the applicant using the maximum line sizes listed due to distance or elevation, in which case, it shall be the utility's burden to justify that a larger diameter pipe is required for adequate service;
- or larger minimum line sizes are required under subdivision platting requirements or building codes of municipalities within whose corporate limits or extraterritorial jurisdiction the point of use is located; or the residential service applicant is located outside the CCN service area.

If an exception is granted, the Utility shall establish a proportional cost plan for the specific extension or a rebate plan which may be limited to seven years to return the portion of the applicant's costs for oversizing as new customers are added to ensure that future applicants for service on the line pay at least as much as the initial service applicant.

TCEQ-10436 (7/12) Page 2 of 5

(Utility Name)

### **SECTION 3.0 -- EXTENSION POLICY (Continued)**

For purposes of determining the costs that service applicants shall pay, commercial customers with service demands greater than residential customer demands in the certified area, industrial, and wholesale customers shall be treated as developers.

If an applicant requires service other than the standard service provided by the utility, such applicant will be required to pay all expenses incurred by the utility in excess of the expenses that would be incurred in providing the standard service and connection beyond 200 feet and throughout his property including the cost of all necessary transmission facilities.

Applicants may be subject to a Service Availability Review Fee, Engineering Review Fee and a Project Administration, Review & Inspection Fee for projects associated with extending service to Customers if deemed appropriate by the Utility. All such fees shall be charged based upon the cost incurred by the Utility.

The utility will bear the incremental cost of any over-sizing of sewer mains necessary to serve other customers in the immediate area. The individual residential customer shall not be charged for any additional treatment facilities. Contributions in aid of construction <u>may not be required</u> of individual residential customers for production, storage, treatment or transmission facilities unless otherwise approved by the Commission under this specific extension policy.

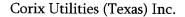
#### Section 3.03 - Contributions in Aid of Construction

Developers may be required to provide contributions in aid of construction in amounts sufficient to furnish the development with all facilities necessary to provide for reasonable local demand requirements and to comply with Texas Commission on Environmental Quality minimum design criteria for facilities used in the production, collection, transmission, pumping, or treatment of sewage or Texas Commission on Environmental Quality minimum requirements. For purposes of this subsection, a developer is one who subdivides or requests more than two meters on a piece of property. Commercial, industrial, and wholesale customers will be treated as developers.

Any applicant who places unique or non-standard service demands on the system may be required to provide contributions in aid of construction for the actual costs of any additional facilities required to maintain compliance with the Texas Commission on Environmental Quality minimum design criteria for water production, treatment, pumping, storage and transmission.

Any service extension to a subdivision (recorded or unrecorded) may be subject to the provisions and restrictions of 30 TAC 291.86(d). When a developer wishes to extend the system to prepare to service multiple new connections, the charge shall be the cost of such extension, plus a pro-rata charge for facilities which must be committed to such extension compliant with the Texas Commission on Environmental Quality minimum design criteria. As provided by 30 T.A.C. 291.85(e)(3), for purposes of this section, commercial, industrial, and wholesale customers shall be treated as developers.

TCEQ-10436 (7/12) Page 3 of 5



Sewer Tariff

(Utility Name)

# SECTION 3.0 -- EXTENSION POLICY (Continued)

A utility may only charge a developer standby fees for unrecovered costs of facilities committed to a developer's property under the following circumstances:

- Under a contract and only in accordance with the terms of the contract; or
- if service is not being provided to a lot or lots within two years after installation of facilities necessary to provide service to the lots has been completed and if the standby fees are included on the utilities approved tariff after a rate change application has been filed. The fees cannot be billed to the developer or collected until the standby fees have been approved by the commission or executive director.
- for purposes of this section, a manufactured housing rental community can only be charged standby fees under a contract or if the utility installs the facilities necessary to provide individually metered service to each of the rental lots or spaces in the community.

### Section 3.04 - Appealing Connection Costs

The imposition of additional extension costs or charges as provided by Sections 3.0 - Extension Policy of this tariff shall be subject to appeal as provided in this tariff, TCEQ rules, or the rules of such other regulatory authority as may have jurisdiction over the utility's rates and services. Any applicant required to pay for any costs not specifically set forth in the rate schedule pages of this tariff shall be given a written explanation of such costs prior to payment and/or commencement of construction. If the applicant does not believe that these costs are reasonable or necessary, the applicant shall be informed of the right to appeal such costs to the TCEQ or such other regulatory authority having jurisdiction over the utility's rates in that portion of the utility's service area in which the applicant's property(ies) is located.

#### Section 3.05 - Applying for Service

The Utility will provide a written service application form to the applicant for each request for service received by the Utility's business offices. A separate application shall be required for each potential service location if more than one service connection is desired by any individual applicant. Service application forms will be available at the Utility's business office during normal weekday business hours. Service applications will be sent by prepaid first class United States mail to the address provided by the applicant upon request. Completed applications should be returned by hand delivery in case there are questions which might delay fulfilling the service request. Completed service applications may be submitted by mail if hand delivery is not possible.

TCEQ-10436 (7/12) Page 4 of 5

Corix	Utilities	(Texas)	Inc
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Sewer Tariff

(Utility Name)

### SECTION 3.0 -- EXTENSION POLICY (Continued)

Where a new tap or service connection is required, the service applicant shall be required to submit a written service application and request that a tap be made. A diagram, map, plat, or written metes and bounds description of precisely where the applicant desires each tap or service connection is to be made and, if necessary, where the meter is to be installed, along the applicant's property line may also be required with the tap request. The actual point of connection and meter installation must be readily accessible to Utility personnel for inspection, servicing, and meter reading while being reasonably secure from damage by vehicles and mowers. If the Utility has more than one main adjacent to the service applicant's property, the tap or service connection will be made to the Utility's nearest service main with adequate capacity to service the applicant's full potential service demand. Beyond the initial 200 feet, the customer shall bear only the equivalent cost of extending from the nearest main. If the tap or service connection cannot be made at the applicant's desired location, it will be made at another location mutually acceptable to the applicant and the Utility. If no agreement on location can be made, the applicant may refer the matter to the TCEQ for resolution.

#### Section 3.06 - Qualified Service Applicant

A "qualified service applicant" is an applicant who has: (1) met all of the Utility's requirements for service contained in this tariff, TCEQ rules and/or TCEQ order, (2) has made payment or made arrangement for payment of tap fees, (3) has provided all easements and rights-of-way required to provide service to the requested location, (4) delivered an executed customer service inspection certificate to the Utility, if applicable, and (5) has executed a customer service application for each location to which service is being requested.

The Utility shall serve each qualified service applicant within its certified service area as soon as practical after receiving a completed service application. All service requests will be fulfilled within the time limits prescribed by TCEQ rules once the applicant has met all conditions precedent to achieving "qualified service applicant" status. If a service request cannot be fulfilled within the required period, the applicant shall be notified in writing of the delay, its cause and the anticipated date that service will be available. The TCEQ service dates shall not become applicable until the service applicant has met all conditions precedent to becoming a qualified service applicant as defined by TCEQ rules.

#### Section 3.07 - Developer Requirements

As a condition of service to a new subdivision, the Utility shall require a developer (as defined by TCEQ rule) to provide permanent recorded public utility easements as a condition of service to any location within the developer's property.

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Please refer to the following pages to view:

- Appendix A Application For Service Form
   Appendix B Blank Application Form

Corix Utilities (Texas) Inc.

Sewer Tariff

# APPENDIX A -- SAMPLE SERVICE AGREEMENT From 30 TAC Chapter 290.47(b), Appendix B

#### SERVICE AGREEMENT

- I. PURPOSE. The NAME OF SEWER SYSTEM is responsible for protecting the drinking water supply from contamination or pollution which could result from improper private water distribution system construction or configuration. The purpose of this service agreement is to notify each customer of the restrictions which are in place to provide this protection. The utility enforces these restrictions to ensure the public health and welfare. Each customer must sign this agreement before the NAME OF SEWER SYSTEM will begin service. In addition, when service to an existing connection has been suspended or terminated, the sewer system will not re-establish service unless it has a signed copy of this agreement.
- II. RESTRICTIONS. The following unacceptable 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 air-gap or an appropriate backflow prevention device.
  - 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 installation of an air-gap or a reduced pressure-zone backflow prevention device.
  - C. No connection which allows 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 at any connection which provides water for human use.
  - E. No solder or flux which contains more than 0.2% lead can be used for the installation or repair of plumbing at any connection which provides water for human use.

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- III. SERVICE AGREEMENT. The following are the terms of the service agreement between the NAME OF SEWER SYSTEM (the Sewer System) and NAME OF CUSTOMER (the Customer).
  - A. The Sewer System will maintain a copy of this agreement as long as the Customer and/or the premises are connected to the Sewer System.
  - B. The Customer shall allow his property to be inspected for possible cross-connections and other potential contamination hazards. These inspections shall be conducted by the Sewer System or its designated agent prior to initiating new water service; when there is reason to believe that cross-connections or other potential contamination hazards exist; or after any major changes to the private water distribution facilities. The inspections shall be conducted during the Sewer System's normal business hours.
  - C. The Sewer System shall notify the Customer in writing of any cross-connection or other potential contamination hazard which has been identified during the initial inspection or the periodic reinspection.
  - D. The Customer shall immediately remove or adequately isolate any potential cross-connections or other potential contamination hazards on his premises.
  - E. The Customer shall, at his expense, properly install, test, and maintain any backflow prevention device required by the Sewer System. Copies of all testing and maintenance records shall be provided to the Sewer System.
- IV. ENFORCEMENT. If the Customer fails to comply with the terms of the Service Agreement, the Sewer System shall, at its option, 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 Customer.

CUSTOMER'S SIGNATURE	DATE

# APPENDIX B -- APPLICATION FOR SERVICE (Utility Must Attach Blank Copy)



# WATER/WASTEWATER UTILITY APPLICATION

Corix Utilities (Texas) Inc.  Date:			-··· <u>··</u>	
6836 Bee Caves Road, Ste. 209 Austin, TX 78746				
Tel: 877-718-4396 Fax: 512-306-4009				
Name of applicant:				
Mailing address:				
Street or PO Box	Cit	v State	Zip	
5.000.01.10.200	Cit	.y State	Ζip	
Home phone: ( )	Social Securi	ty #XXX-XX		
Work phone: ( )		Cell phone: ( )		
E-mail:				
Name of authorized person to make changes				
Address of requested service:				
Street		City	State	Zip
County:	Subdivision:	Block:	Lot:	
Services Requested	Applicant is	Meter Size	Type of C	ustomer
□ water at existing location □ wastewater at existing location □ with grinder pump □ supplemental agreement executed □ water at a new location	□ owner □ renter/leasee	□ 5/8" □ 3/4" □ 1 " □	□ Resid □ Comm □ Mutli	ential nercial
☐ water at a new location				
☐ with grinder pump				
☐ supplemental agreement executed ☐ temporary service – Fire Hydrant Meter ☐ extensionof service unserved area La	ndlord Account:	□ Yes □ No		
Approximate date service is needed:				
Are you or any person authorized on this accountYesNo				
I acknowledge by signing this agreement that up retail water and/or wastewater service as contai terms and conditions of retail water and/or was contract between CORIX and me and may be e	ned in the Rate Scho stewater service con	dule. I further ackn	owledge and ag	ree that the
Signature	Date			



# **EXHIBIT K: SAMPLE PUBLIC NOTICES**

Please refer to the following page for Exhibit K.

### **Notice for Publication**

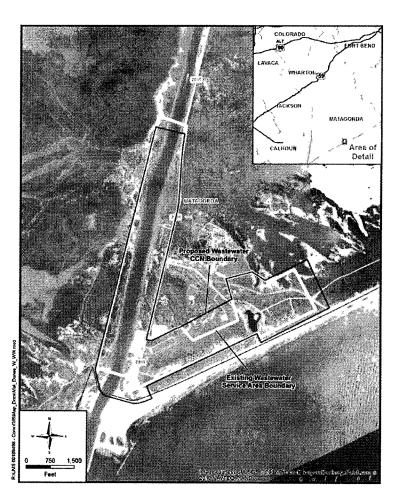
# NOTICE OF APPLICATION FOR CERTIFICATES OF CONVENIENCE AND NECESSITY TO PROVIDE WATER AND WASTEWATER SERVICE IN MATAGORDA COUNTY, TEXAS

Corix Utilities (Texas) Inc. has filed an application to obtain a wastewater CCN with the Texas Commission on Environmental Quality to provide wastewater utility service in Matagorda County to an already-existing service area without a CCN number.

The area subject to this application is located approximately 6.5 miles south of downtown Matagorda, Texas. It is generally bounded on the north by a distance of 1.5 miles off the edge of Matagorda Bay; on the east by Driftwood Drive; on the south by the Gulf of Mexico; and on the west by the edge of the Colorado River.

The wastewater certificated area being requested includes approximately 459 acres and currently serves 39 wastewater customers.

The proposed certificated service area includes the Matagorda Dunes Condos, LCRA Nature Park, and portions of zip code 77457.



Matagorda Dunes - Proposed Wastewater CCN Boundary

Questions concerning the proposed wastewater certificated service area can be directed to Corix Utilities (Texas) at 6836 Bee Caves Road, Suite 209, Austin, Texas 78746 or by calling 512-306-4000.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another

recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how your or persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality
Water Supply Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality
Water Supply Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

Si desea informacion en Espanol, puede llamar al 1-512-239-0200.

### Notice to Neighboring Systems, Landowners and Cities

# NOTICE OF APPLICATION FOR CERTIFICATES OF CONVENIENCE AND NECESSITY TO PROVIDE WATER AND WASTEWATER SERVICE IN MATAGORDA COUNTY, TEXAS

To: Neighboring System, Landowner or City Date Noticed Mailed: Month, Day, 2012

Address

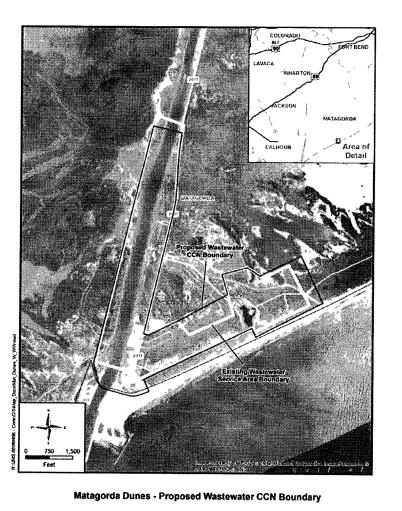
City, State, Zip

Corix Utilities (Texas) Inc. has filed an application to obtain a wastewater CCN with the Texas Commission on Environmental Quality to provide wastewater utility service in Matagorda County to an already-existing service area without a CCN number.

The area subject to this application is located approximately 6.5 miles south of downtown Matagorda, Texas. It is generally bounded on the north by a distance of 1.5 miles off the edge of Matagorda Bay; on the east by Driftwood Drive; on the south by the Gulf of Mexico; and on the west by the edge of the Colorado River.

The wastewater certificated area being requested includes approximately 459 acres and currently serves 39 wastewater customers.

The proposed certificated service area includes the Matagorda Dunes Condos, LCRA Nature Park, and portions of zip code 77457.



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Questions concerning the proposed service area can be directed to Corix Utilities (Texas) at 6836 Bee Caves Road, Suite 209, Austin, Texas 78746 or by calling 512-306-4000.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how your or persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality
Water Supply Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality
Water Supply Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

Si desea informacion en Espanol, puede llamar al 1-512-239-0200.

# Notice to Customers of IOUs in Proposed Area

# NOTICE OF APPLICATION FOR CERTIFICATES OF CONVENIENCE AND NECESSITY TO PROVIDE WATER AND WASTEWATER SERVICE IN MATAGORDA COUNTY, TEXAS

Dear: Customer Date Noticed Mailed: Month, Day, 2012

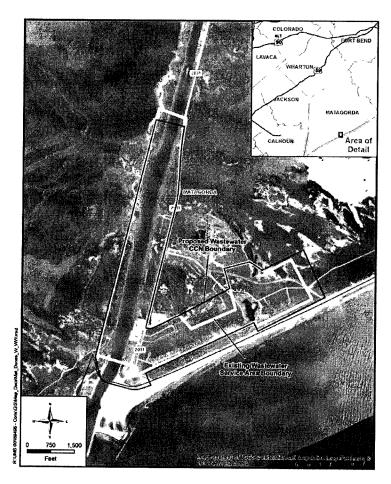
Corix Utilities (Texas) Inc. has filed an application to obtain a wastewater CCN with the Texas Commission on Environmental Quality to provide wastewater utility service in Matagorda County to an already-existing service area without a CCN number.

The area subject to this application is located approximately 6.5 miles south of downtown Matagorda, Texas. It is generally bounded on the north by a distance of 1.5 miles off the edge of Matagorda Bay; on the east by Driftwood Drive; on the south by the Gulf of Mexico; and on the west by the edge of the Colorado River.

The wastewater certificated area being requested includes approximately 459 acres and currently serves 39 wastewater customers.

The proposed certificated service area includes the Matagorda Dunes Condos, LCRA Nature Park, and portions of zip code 77457.

The current utility rates and fees were first effective on July 1, 2012 and are:



Matagorda Dunes - Proposed Wastewater CCN Boundary

#### **Wastewater Monthly Minimum Charges (\$ per month)**

Water Meter Size	Charge
5/8"	\$60.45
3/4"	\$60.45

#### Wastewater Use Charge (\$ per thousand gallons)

	0 (1
All Gallons	\$3.15

#### **Miscellaneous Service Fees**

THIS COURT OF A PICT 1 CCS		
1.0%		
\$800.00		
Actual Cost		
\$25.00		
\$50.00		
\$30.00		
\$5.00		
\$25.00		
\$50.00		
1/6 of estimated annual bill		
Actual Cost		
\$40.00		
\$100 or Cost of Meter		
\$10.00		
\$25.00		
Minimum of \$50		
\$100.00		
\$50.00 or \$150.00		
depending on time of day		
\$25.00		

Questions concerning the proposed service area or existing rates and fees can be directed to Corix Utilities (Texas) at 6836 Bee Caves Road, Suite 209, Austin, Texas 78746 or by calling 512-306-4000.

Your utility service rates and fees cannot be changed by this application. If you are currently paying rates, those rates must remain in effect unchanged. Rates may only be increased if the utility files and gives notice of a separate rate change application.

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how your or persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality
Water Supply Division
Utilities and Districts Section, MC-153
P. O. Box 13087
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

**IF A HEARING IS HELD,** it is important that you or your representative attend to present your concerns. Your request serves only to cause a hearing to be held and is not used during the hearing.

If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

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A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

Si desea informacion en Espanol, puede llamar al 1-512-239-0200.



# **EXHIBIT L: LIST OF NEIGHBORING UTILITIES/TOWNS**

Please refer to the following page for Exhibit L.

# EXHIBIT L MATAGORDA DUNES WASTEWATER UTILITY SYSTEM LIST OF NEIGHBORING UTILITIES AND CITIES PROVIDING UTILITY SERVICE

Matagorda Waste Disposal and WSC

Lower Colorado River Authority

Beach Road Utilities

Beach Road MUD

Hubert Watson Subdivision Water System

River Bend Water Services