

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 Aopt 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 CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN WILLIAMSON COUNTY, TEXAS

To: _____ Date Notice Mailed _____, 20____
(Neighboring System, Landowner or City)

(Address)

City State Zip

The Liberty Hill Water Supply Corporation has filed an application for a CCN to obtain or amend CCN No. 10324 with the Texas Commission on Environmental Quality to provide water utility service in Williamson County.

The proposed utility service area is located approximately 1.5 miles northwest of downtown Liberty Hill, Texas, in Williamson County, and is generally bounded on the north by County Road 206; on the east by the Capital Metropolitan Transportation Authority railroad right-of-way; on the south by Brewer Branch and Little Creek; and on the west by the eastern boundary of the Durham Park Subdivision.

See enclosed map of the proposed service area.

The total area being requested includes approximately 5,542 acres and no current customers.

The proposed amendment affects customers and/or areas located in the following zip code(s): 78642.

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 you or the 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 Aopt 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.

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ARTICLES OF INCORPORATION
OF
LIBERTY HILL WATER SUPPLY CORPORATION

Filed in the Office of the Secretary of State of Texas	
This 4 day of Sept	1964
Director, Charter Division	

THE STATE OF TEXAS:

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF WILLIAMSON:

WE, the undersigned natural persons of the age of twenty-one (21) years or more, at least three of whom are citizens of the State of Texas, acting as incorporators of a Corporation, do hereby adopt the following Articles of Incorporation for such Corporation:

ARTICLE I.

The name of the Corporation is Liberty Hill Water Supply Corporation.

ARTICLE II.

The Corporation is a non-profit Corporation organized under Article 1434a of the Revised Civil Statutes of Texas of 1925, as amended, supplemented by the Texas Non-Profit Corporation Act, Article 1.01 et seq., as amended, and is authorized to exercise all powers, privileges and rights conferred on a Corporation by these Acts, and all powers and rights incidental in carrying out the purposes for which the Corporation is formed, except such as are inconsistent with the express provisions of these Acts.

ARTICLE III.

The period of its duration is perpetual.

ARTICLE IV.

The Corporation is formed for the purpose of furnishing a water supply for general farm use and domestic purposes to individuals residing in the rural community of Liberty Hill, Texas, and the surrounding rural areas. The places where the business of the Corporation is to be transacted shall be the Liberty Hill Community in Williamson County, Texas, and the surrounding rural areas.

ARTICLE V.

The street address of the initial registered office of the Corporation is Highway Loop 332, Liberty Hill, Texas, and the name of its initial registered agent at such address is E. L. Peel.

ARTICLE VI.

The number of directors constituting the initial Board of Directors of the Corporation is five (5), and the names and addresses of the persons who are to serve as the initial directors are:

<u>NAME</u>	<u>ADDRESS</u>	<u>CITY</u>
<u>E. L. Peel</u>	<u>Highway Loop 332</u>	<u>Liberty Hill, Texas</u>
<u>Nathan Wetzel</u>		<u>Liberty Hill, Texas</u>
<u>Mae Fulkers</u>		<u>Liberty Hill, Texas</u>
<u>E. L. Dean</u>	<u>Highway Loop 332</u>	<u>Liberty Hill, Texas</u>
<u>Roy Allman</u>	<u>Highway Loop 332</u>	<u>Liberty Hill, Texas</u>

ARTICLE VII.

The name and street address of each incorporator is:

<u>NAME</u>	<u>ADDRESS</u>	<u>CITY</u>
<u>E. L. Peel</u>	<u>Highway Loop 332</u>	<u>Liberty Hill, Texas</u>
<u>Mae Fulkers</u>		<u>Liberty Hill, Texas</u>
<u>E. L. Dean</u>	<u>Highway Loop 332</u>	<u>Liberty Hill, Texas</u>

ARTICLE VIII.

Each incorporator shall be a member of the Board of Directors who are to serve as directors until the first annual meeting of the members; or until their successors are elected and qualified. Upon the issuance of the Charter and annually thereafter on the first Tuesday in January the Board of Directors shall elect a President, a Vice-President, and a Secretary-Treasurer. The position of the Secretary-Treasurer shall be placed under the fidelity bond in an amount which shall be set

by the Board of Directors. The amount of said bond shall be set from time to time by the Board of Directors, but shall not be less than \$1,500.00.

ARTICLE IX.

The Corporation shall conduct its business on a non-profit basis, and no dividends shall ever be paid upon the memberships of such Corporation and all profits arising from the operation of such business shall be annually paid out to the persons who have, during the past year, transacted business with such Corporation, in direct proportion to the amount of business transacted, provided that no such dividends shall ever be paid while any indebtedness of the Corporation remains unpaid, and provided also that the directors of such Corporation may allocate to a reserve fund such amounts of the annual income as they deem necessary for maintenance, upkeep, operation and replacements, emergency repairs, and for deficiencies in income necessary to meet debt service costs.

ARTICLE X.

The Corporation may make and collect charges for water delivered in such amounts and in such manner as may be provided for in the By-Laws and make additional charges, prospective and retroactive, on the basis of the number of connections or otherwise as may be provided for, in the By-Laws. It may adjust rates from time to time to cover deficiencies in income in the event the amount collected from water and other charges is insufficient in any year to operate and maintain the water system and pay annual obligations and to enforce the collection thereof by the termination of water service or otherwise as provided in the By-Laws and by a personal action at law. In addition, at the end of any fiscal year the Corporation may make and levy an assessment against each member of the Corporation in the manner and for the pur-

poses as may be provided for in the By-Laws and may enforce the collection of same by termination of water service or otherwise as provided for in the By-Laws and by a personal action at law.

ARTICLE XI.

The Board of Directors shall select as depository for the funds of said Corporation, a bank within the State of Texas which is insured with the Federal Deposit Insurance Corporation and shall require of said depository such bond as the Board deems necessary for the protection of said Corporation.

ARTICLE XII.

The directors of the Corporation shall establish and maintain, so long as the Corporation is indebted to the Government in a bank within the State of Texas, insured with the Federal Deposit Insurance Corporation, a reserve fund account separate and apart from other fund accounts of the Corporation. There shall be deposited in such fund the sum of \$40.00 per month from the revenues of the Corporation. Such deposits will continue until the total amount deposited equals \$2500.00; provided, however, that after any withdrawals, such deposits shall be resumed until the amount accumulated in the fund is restored to \$2500.00.

Withdrawals from this fund shall be made only for emergency repairs, obsolescence of equipment, and for making up any deficiencies in revenue for loan payments. One of the objects of this reserve fund is to assure, during the periods of non-water deliveries or water shortages, the availability of funds equal to the difference between collection from the sale of water and collections that would have been made had the members been able to purchase the quantity of water used normally.

The directors shall invest all sums in this fund not required to be expended within the year in which the same are deposited, in bonds or other evidence of indebtedness of the

United States of America, or they shall deposit said sums at interest in a savings account, in a bank insured with the Federal Deposit Insurance Corporation. Securities so purchased shall be deemed at all times to be a part of the reserve fund account.

ARTICLE XIII.

The Corporation is and shall continue to be a Corporation without capital stock. Membership in the Corporation shall be sold for \$50.00 per member.

ARTICLE XIV.

Membership in the Corporation shall be deemed personal estate and shall be transferable only on the books of the Corporation in such manner as the By-Laws may prescribe.

IN WITNESS WHEREOF, WE have hereunto set our hands, this the 3rd day of September, 1964.

E. R. Dean
Mae F. Dean
E. R. Dean

THE STATE OF TEXAS:

COUNTY OF WILLIAMSON:

Mrs. Gladys Smith a Notary Public; do hereby certify that on this 3rd day of September, 1964, personally appeared before me; E. R. Dean, Mae F. Dean and E. R. Dean, who each being by me first duly sworn, severally declared that they are the persons who, signed the foregoing document as incorporators, and that the statements therein contained are true.

IN WITNESS WHEREOF, I have hereunto set my hand and seal the day and year above written.

Mrs. Gladys Smith
Notary Public in and for William-
son County, Texas.

LIBERTY HILL WATER SUPPLY CORP.
P O BOX 95
LIBERTY HILL, TX 78642

BY-LAWS

By-Laws of Liberty Hill Water Supply Corporation, having been presented to the Board of directors of said Corporation and duly adopted as follows:

ARTICLE I

The President shall preside at all Members' and Directors' meetings. The President may, and upon demand of one-third (1/3) of the Members, shall call a special meeting of the Members or Directors. Such special meetings shall be held upon giving the notice required in Article XII of the By-Laws. The President shall perform all other duties that usually pertain to the office or are delegated to him by the Board of Directors.

ARTICLE II

the Vice-President shall, in case of the absence or disability of the President, perform the duties of the President.

ARTICLE III

the Secretary-Treasurer shall have the custody of all the monies and securities of the Corporation. The Secretary-Treasurer shall keep regular books and shall keep minutes of all meetings of Members and Directors. All monies of the Corporation shall be deposited by the Secretary-Treasurer in such depository as shall be selected by the Directors. Checks must be signed by the Secretary-Treasurer and the President or vice-President, in the absence of the president. The Secretary-Treasurer shall have custody of the seal of the Corporation and affix it as directed hereby or by resolution passed by the Board of Directors or Members. The board of Directors may appoint an employee as assistant or deputy secretary to assist the Secretary-Treasurer in all official duties pertaining to the office of Secretary.

The position of the Secretary-Treasurer and other positions entrusted with receipt and disbursement of funds shall be placed under a fidelity bond in an amount which shall be set from time to time, but not less than once each year, by the Board of directors. the Fidelity bond coverage amount shall approximate the total annual debt service requirements for all FmHA loans and be evidenced by a position fidelity schedule bond as acceptable to the Farmers Home Administration.

ARTICLE IV

Section 1. The Board of directors shall consist of 5 Directors, a majority of whom shall constitute a quorum. Upon issuance of the charter and annually thereafter on 2nd Monday in April, the Board of Directors shall elect a President, a Vice-President and a Secretary-Treasurer. The Directors shall be elected by the Members at the Members' regular meeting provided for in Article XI of the By-Laws. The Directors shall be divided into three (3) classes, each class to be as near as equal in number as possible. The terms of the Directors of the first class shall expire at the first annual meeting of the shareholders after their election, the terms of the Directors of the second class shall expire at the second annual meeting after their election and terms of the Directors of the third class shall expire at the third annual meeting after their election. At each annual meeting after such classification, the number of Directors equal to the number of the class whose term expires at the time of such meeting shall be elected to hold office until the third succeeding annual meeting. The Directors shall serve without pay, but may be compensated for actual expenses by a majority vote of Directors.

Upon the death or resignation of a Director, a successor shall be elected by a majority of the existing Directors to serve until the next regular or special Membership meeting at which time the general Membership shall elect a successor for the remaining balance of the previously vacated term.

Section 2. Officers and Directors may be removed from office in the following manner except as otherwise provided in Article V: Any Member, Officer, or Director may present charges against a Director or Officer by filing such charges in writing with the Secretary-Treasurer of the Corporation. If presented by a Member, the charges must be accompanied by a petition signed by at least ten (10) percent of the Members of the Corporation. Such removal shall be voted on at the next regular or special meeting of the Membership and shall be effective if approved by a vote of 2/3 majority of those voting if a quorum is present. The Director(s) or Officer(s) against whom such charges have been presented shall be informed in writing, of such charges at least twenty days prior to the meeting, and shall have the opportunity at such meeting to be heard in person or by counsel and to present witnesses; and the person or persons presenting such charges shall have the same opportunity. If the removal of a Director(s) is approved, such action shall also vacate any other office(s) held by the removed Director(s) in the Corporation. A vacancy in the Board thus created shall immediately be filled by a qualified person other than the removed Director upon a vote of a majority of the Members present and voting at such meeting. A vacancy in any office thus created shall be filled by the Board of Directors from among their number so constituted after the vacancy in the board has been filled.

Section 3. The President of the Board or his designee shall preside at any meeting of the Members convened to consider removal of an Officer or Director as provided under Section 2, unless the President is the subject of charges, in which event the vice-President shall preside. In the event both the President and the Vice-President are the subject of charges, those Directors who are not the subject of any charges shall appoint one of their number to preside over the meeting. Any meeting convened to consider the removal of an Officer or Director shall be conducted in accord with the procedures prescribed by the Credentials committee established under the provisions of Article XI. The fact that President, Vice-President, or any other officer or Director has been made the subject of charges does not otherwise prevent such Officer from continuing to act in his capacity as an Officer or Director of the Corporation. Any Director that has been removed under the provisions of this Article shall not be precluded from subsequent election to a position on the board of Directors.

Section 4. the board of Directors shall adopt and maintain a conflict of interest policy designed to promote the business of the Corporation and serve the interests of the Membership.

ARTICLE V

Section 1. regular meetings of the Board of Directors shall be held at such time and place as the Board may determine at the next previous regular meeting, and shall include posting of the meeting as required by the Texas Open Meetings Act, Article 6252-17, Tex. rev. civ. Stat., by furnishing the notice to the county clerk or clerks of the county or counties in which the Corporation provides service, and by posting such notice in a place readily convenient to the public in its administrative office at all times for at least seventy-two(72) hours preceding the scheduled time of the meeting. Such notice shall specify the date, hour, place and subject of each meeting held by the Board of Directors.

Section 2. Any Director failing to attend two (2) consecutive regular monthly meetings shall be given written notice by the balance of the Board of Directors that failure by said Director to attend a third consecutive monthly meeting, without justifiable cause acceptable to the balance of the board of Directors, shall give rise to removal of said Director from the Board. A successor shall be elected by a majority vote of the Directors remaining to serve until the next regular or special Membership meeting, at which time the general Membership shall elect a successor for the balance of the term. If the removal of a Director pursuant to this Section 2 occurs at an annual Membership meeting, then the successor shall be elected by a majority vote of the Membership in attendance at the meeting.

Section 3. the board of directors shall provide access for the public, new service applicants, or Members to the regular monthly meetings of the Board of Directors by setting aside a time for hearing of suggestions, proposals, or grievances. The Board of Directors shall establish reasonable rules for access to such meetings.

Section 4. The Board of Directors shall ensure that all meetings comply with the requirements of the Open Meetings Act, Article 6252-17, Tex. Rev. Div. Stat., including any subsequent amendment thereto. In the event of any conflict between the provisions of these By-Laws and the requirements of the Open Meetings Act, the provisions of the Open Meetings Act shall prevail.

ARTICLE VI

The corporation shall conduct its business on a non-profit basis, and no dividends shall ever be paid upon the Memberships of such Corporation. All profits arising from the operation of such business shall be annually paid out to the persons who have, during the past year, transacted business with the Corporation, in direct proportion to the amount of business transacted, provided that no such dividends shall ever be paid while any indebtedness of the Corporation remains unpaid.

ARTICLE VII

The Directors of the corporation shall establish and maintain, so long as the Corporation is indebted to the Government, in an institution insured by the State or Federal Government, or invested in readily marketable securities backed by the full faith and credit of the United States of America, a reserve account separate and apart from other fund accounts of the corporation. There shall be deposited in such fund the sum as required by a total of all loan resolutions executed by the Corporation. Such deposits shall be made monthly and shall continue until the total amount deposited equals the sum as required by the executed loan resolutions.

Withdrawals may be made from this fund only upon prior written approval from Farmers Home Administration. Approval shall be made only for emergency repairs, obsolescence of equipment, improvements to facility, and for making up any deficiencies in revenue for loan payments.

The Directors shall invest all sums in this fund not required to be expended within the year in which the same are deposited in bonds or other evidence of indebtedness of the United States of America, or in readily marketable securities backed by the full faith and credit of the United States of America. Securities so purchased shall be deemed at all times to be part of the reserve fund account.

ARTICLE VIII

Section 1. Every person (which includes any legal entity) owning or having a legal right to the control, possession or occupancy of property served or which may reasonably be serve by the Corporation, shall have the right to become a Member of the corporation upon payment of the Membership fee hereinafter provided and upon compliance with the Corporation's conditions of water and/or sewer service as provided for in its published charges, rates and conditions of service. Membership shall not be denied because of the applicant's race, color, creed, citizenship, or national origin. It is the intent of the corporation to provide service on a nondiscriminatory basis to all persons desiring service to the extent that the capabilities of the system will reasonably permit.

Section 2. The Membership fee shall be \$100.00. Payment of Membership fee or transfer of Membership shall entitle an applicant to further qualify for one(1) connection to the system or shall entitle a transferee of Membership to continue to qualify for service to an existing connection to the system by meeting the conditions for water and/or sewer as provided in the Corporation's published rates, charges, and conditions of service. A person may own more than one Membership but each Member shall be entitled to only one vote regardless of the number of Memberships owned. Membership certificates shall be in such form as shall be determined by the Board of Directors.

Section 3. The Membership fee may be revised by the Board of Directors as the Board may determine to be appropriate. In determining the amount of the Membership fee, however, the Board shall ensure that the fee is sufficient to establish the potential Member as being legitimately interested in securing water service from the corporation for such potential Members' own needs. Furthermore, the Board shall determine and administer such fee in a manner or in an amount which does not unreasonably deny service to financially deprived potential Members. In no event, however, shall the Membership fee exceed an amount equal to the sum of twelve (12) charges of the Corporation's minimum monthly water rate unless previously approved by Farmers Home Administration.

ARTICLE IX

Where necessary for determining those Members entitled to notice of, or those Members entitled to vote at any meeting or any adjournment thereof, or where necessary to make a determination of Members for any other proper purpose, ownership of Memberships shall be deemed to be vested in those persons who are the record owners of Memberships as evidenced by the Membership transfer book on the 15th day of the month preceding the month of the date upon which the action requiring such determination is to be taken. Nothing herein shall preclude the holder of a Membership from mortgaging such Membership, or, upon notification of the Corporation, preclude the holder of such mortgages from exercising legal rights pursuant to such mortgages upon proper notice to the Corporation.

ARTICLE X

Section 1. In order to insure that business done by the Corporation shall continue within the capacity of its facilities and to prevent undue financial burden on the Members of the Corporation, Membership in the Corporation shall be transferred in accordance with the following:

(a) Except as herein provided, Membership in the Corporation shall be deemed personal estate and a person or entity that owns any stock of, is a member of, or has some other right of participation in the Corporation may not sell or transfer that stock, Membership, or other right of participation to another person or entity except: (1) by will to a transferee who is a person related to the testator within the second degree by consanguinity; (2) by transfer without compensation to a transferee who is a person related to the owner of the stock or other interest within the second degree by consanguinity; or (3) by transfer without compensation or by sale to the Corporation.

(b) Subsection (a) of this section does not apply to a person or entity that transfers the Membership or other right of participation to another person or entity as part of the conveyance of real estate from which the Membership or other right of participation arose.

(c) The transfer of stock, a Membership, or another right of participation under this section does not entitle the transferee to water or sewer service unless each condition for water or sewer service is met as provided in the Corporation's published rates, charges, and conditions of service. Water or sewer service provided by the corporation as a result of stock, Membership, or other right of participation may be conditioned on ownership of the real estate designated to receive service and from which the Membership or other right of participation arose.

(d) The Corporation may cancel a person's or other entity's stock, Membership, or other right of participation if the person or other entity fails to meet the conditions for water or sewer service prescribed by the Corporation's published rates, charges, and conditions of service, or fails to comply with any other condition placed on the receipt of water or sewer service under the stock, Membership, or other right of participation authorized under Subsection (c) of this section. The Corporation may, consistent with the limitations prescribed by Subsection (a) of this section and as provided in the Corporation's tariff, reassign canceled stock, or a canceled Membership, or other right of participation to any person or entity that has legal title to the real estate from which the canceled Membership or other right of participation arose and for which water or sewer service is requested, subject to the compliance with the conditions for water or sewer service prescribed by the Corporation's published rates, charges, and conditions of service.

Section 2. Notwithstanding anything to the contrary hereinabove provided, the consideration for the transfer of any Membership in the corporation from the original Members, their transferees, pledges, administrators or executors, or other persons, shall never exceed the amount of the original costs of such Membership. No gain or profit shall ever be realized from the sale or transfer of a Membership.

ARTICLE XI

Section 1. There shall be a regular meeting of the Members annually, on 2nd Monday in April to transact all business that may be properly brought before

it. The Secretary-Treasurer shall give at least fifteen (15) days written notice of such annual meeting to the Membership indicating the time, place and purpose of such meeting, and shall address and mail the notice to each Member at the address last known to the corporation. Failure to hold or call an annual or special meeting in accordance with these By-Laws shall give each member rights to compel the Board of directors to properly hold an annual or special meeting of the Membership. Voting by Proxy shall be permitted. Members holding ten percent (10%) of the votes entitled to be cast, represented in person or by proxy, shall constitute a quorum for the transaction of business.

Section 2. The board of directors shall establish a standing Credentials Committee of three (3) Members, of which the Secretary-Treasurer shall be the chairperson. This committee shall adopt proper procedures for conducting an annual or special Membership meeting adopt a specific proxy form to be used in conducting an annual or special Membership meeting; adopt procedures for proper notification of the Membership of such meetings and delivery of the Corporation's proxy forms to the Membership; determine, qualify, and register the eligible voters for such meeting; validate proxies, determine presence of quorum for conducting the meeting, design ballots, canvass all votes, and institute proper recording of the results of such elections.

ARTICLE XII

Special meetings of the directors may be held upon the posting of notice of such special meeting, in the manner provided under Article V of these By-Laws, at least two hours before the meeting is convened. It shall be the responsibility of the President or his designee to ensure that proper notice is posted. In no event shall any special meeting of the Directors be convened where the business of such meeting could be considered at a regular meeting of the Directors receiving at least seventy-two (72) hours notice as provided under Article V of these By-Laws.

Prior to convening any special meeting of the Members, the President shall request in writing that the Secretary-Treasurer give at least ten (10) days prior notice to the Members. Such notice shall specify the time, place, and purpose of the meeting, and shall be addressed and mailed to each of the Members at their address last known to the Corporation.

ARTICLE XIII

The business of the Corporation shall be handled under the direction of the Board of Directors by a manager to be elected by majority vote of the board. The manager shall serve with or without compensation. The manager, with the approval of the board of directors, may employ, with or without compensation, such supervisory, clerical or other employees as may be required to effectively operate the business of the corporation.

ARTICLE XIV

Notwithstanding the ownership of a Membership certificate, all Members shall be billed, disconnected, or reconnected, and otherwise terminate except as for the minimum charge for the current month and the charge for water used during the current month, and except as for any prior unpaid amount due the Corporation. In the event Membership is terminated, cancelled, withdrawn, or surrendered, whether voluntarily or involuntarily, the former Member's rights and interest in the assets of the corporation will not be forfeited.

ARTICLE XV

Upon the discontinuance of the Corporation by dissolution or otherwise, all assets of the Corporation remaining after payment of the indebtedness of the Corporation shall be distributed among the Members and former Members in direct proportion to the amount of their patronage with the Corporation insofar as practicable. Any indebtedness due the corporation by a member for water service or otherwise shall be deducted from such Member's share prior to final distribution. By application for and acceptance of Membership in the Corporation, each Member agrees that, upon the discontinuance of the Corporation by dissolution or otherwise, all assets of the Corporation transferred to that Member shall be in turn immediately transferred by the individual Member to an entity that provides a water supply or wastewater service, or both, that is exempt from ad valorem taxation.

ARTICLE XVI

The fiscal year of the Corporation shall be November 1st to October 31st.

ARTICLE XVII

For so long as the Corporation is indebted for a loan or loans made to it by the United States of America through the Farmers Home Administration, the Corporation shall insure with a reputable insurance company such of its properties and in such amount as is required by the State Director of the Farmers Home Administration for the State of Texas.

ARTICLE XVIII

Section 1. 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 Farmers Home Administration, so that the sum of such assessments and the amount collected from water and other charges is sufficient to fully pay all costs of operation, maintenance, replacement and repayment on indebtedness for the year's operations, but this provision shall not operate for the benefit of any third party creditor other than Farmers Home Administration without a favorable vote of the majority of the Members. Any assessments levied to make up operational deficits in any year shall be levied against Members in proportion to their patronage with the Corporation.

Section 2. In the event a Member should surrender his Membership certificate properly endorsed to the Secretary-Treasurer of the corporation, the obligation to pay such assessments shall be limited to assessments made and levied prior to the date of surrender of the Membership certificate, provided, however, that this paragraph and the second sentence of Article XIV shall not apply to relieve a Member of his obligation under special agreements covering Multiple-Membership certificates held by one Member which may have been required or approved by the Farmers Home Administration.

ARTICLE XIX

The Corporation shall keep correct and complete books and records of account and shall keep minutes of the proceedings of its Members, Board of Directors, and committees, and shall keep a record of the name and addresses of its Members entitled to vote at its registered office or principle office in Texas.

Annually, the board of directors shall prepare or cause to be prepared a report of the financial activity of the Corporation for the preceding year including a statement of support, revenue, and expenses and changes in fund balances, a statement of functional expenses, and balance sheets for all funds or such financial reports as required by Farmers Home Administration. Such report shall be approved by the board of Directors.

With Prior written request, corporate records, books, and annual reports, subject to exceptions provided by The Open Records Act, Article 6252-13a, Tex. Rev. Civ. Stat., including any amendments thereof, shall be available for public inspection and copying by the public or their duly authorized representatives during normal business hours subject to a reasonable charge for the preparation of copies.

In the event of any conflict between the provisions of the Open Records Act and the provisions of these By-Laws, the provisions of the Open Records Act shall prevail.

ARTICLE XX

These By-Laws may be altered, amended, or repealed by a vote of a majority of the Members present at any regular meeting of the Corporation, or at any special meeting of the Corporation called for that purpose, except that the Members shall not have the power to change the purpose of the Corporation so as to decrease its rights and powers under the laws of the State, or to waive any requirements of bond or other provisions for the safety and security of the property and funds of the Corporation or its Members, or to deprive any Member of rights and privileges then

existing, or so to amend the By-Laws as to effect a fundamental change in the policies of the Corporation. Notice of any amendment to be made at a special meeting of the Members must be given at least ten (10) days before such meeting and must set forth the amendments to be considered. For so long as the Corporation is indebted for a loan or loans made to it by the United States of America through the Farmers Home Administration, these By-Laws shall not be altered, amended, or repealed without the prior written consent of the State director of the Farmers Home Administration for the State of Texas.

ARTICLE XXI

The seal of the Corporation shall consist of a circle within which shall be inscribed "LIBERTY HILL WATER SUPPLY CORPORATION".

ARTICLE XXII

The Corporation pledges its assets for use in performing the organizations's charitable functions.

ARTICLE XXIII

The above By-Laws and regulations were unanimously adopted by the Membership of the LIBERTY HILL WATER SUPPLY CORPORATION, at a meeting in the Fire Hall on the 23 day of December, A.D. 1991.


Secretary-Treasurer

Attachment 1.C

Directors List

Tracy Wiggers, President

Wendell McLeod, Secretary Treasurer

Charles Canady, Director

Glenda Gavin, Director

Jerry Casebolt, Director

Members List

See following pages.

Note: The Members List has been redacted to remove address and telephone number information. Several members of the Liberty Hill Water Supply Corporation have requested that their personal information be kept confidential pursuant to the provisions of Section 182.052, Texas Utilities Code. Upon request from the TCEQ, the address and telephone number information will be provided to the TCEQ.

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Johnston, Jon
 Edward Parks Estate
 Bryson, Mrs John Logan
 Jackson, Gary
 Faherty, Michael W.
 Montemayor, Angleo
 Parker's Corner Market
 Vacant
 Bartlett, Michael
 Brann, Kathy
 Davis, Bradley
 Hyman, George Henry
 Khamisa Enterprises
 Fuller, Nelson & Connie
 Shoemaker, John
 Stubblefield, Elizabeth L
 Canady, Charles
 Stubblefield, Tommy
 Johnston, Jon
 Williamson, Monroe & Ja
 Jackson, Gary
 Wetzel, Mrs. Nathan
 Johnston, Jon
 Holder Estate, Lavon
 Ledbetter, Steven & Kay
 Soto, Glenda C
 Dodd, Jo Ann
 Johns, Mrs Elmer
 Collins, Clark & Rosalind
 Smith, James L
 L H Lodge AF & AM #43
 Park, Clint
 Williams, Judy
 Williamson Cty Rd&Brid
 Garner, Johnny R
 Casebolt, Jerry
 Melchor, Lino
 Paredes, Antonio O
 Shipman, Marion
 Farace, Tom
 Harlow, Patrick & Lisa
 Kandler, Edward J.
 Castro, Johnny
 Poinseau, Christine
 Copeland Estate, T R
 Montes, Peter
 Rigby, Barbara
 Lopez, Joe
 Canady, Charles
 Montemayor Estate, Emm
 Vacant
 Sullivan, Donald T.
 Spivey, Karen
 CSM Properties
 Alvizo, Luz
 Amaya, Pedro Alexander
 Williams, Nickie&Jeffery
 Johns, Irven
 Cowan, Alice
 Hicks Estate, J W
 Davis, Clyde
 Batten, Jerry
 Mallinger, Dennis
 Cannon, Patrick R.
 Gonzales, Patricio

Wharton, Regina
 Parks-Suggs, Martha
 Bryson, Mrs John Lo
 Jackson, Gary
 Faherty, Michael W
 Montemayor, Angelo
 Parker's Corner Mark
 Vacant
 Bartlett, Michael
 Brann, Sari
 Berry, Laverne
 Hyman, George Henr
 Seven Stars Internatio
 Fuller, Nelson & Conn
 Shoemaker, John
 Stubblefield, Elizabet
 Canady, Charles
 Stubblefield, Tommy
 Turner, Taunya
 Williamson, Monroe
 Jackson, Gary
 Wetzel, Mrs. Nathan
 Johnston, Jon
 Gilmore, Chris
 Ledbetter, Steven &
 Soto, Glenda C
 Dodd, Jo Ann
 Johns, Mrs Elmer
 Collins, Clark & Rosa
 Smith, James L
 L H Lodge AF & AM
 Little Crusaders
 Williams, Judy
 Williamson Cty Rd&B
 Garner, Johnny R
 Casebolt, Jerry
 Melchor, Lino
 Paredes, Antomo O
 Bryant, Don
 Farace, Tom
 Harlow, Pat
 Kandler, Edward J.
 Castro, Johnny
 Rosas, Serena E
 Cantrell, John
 Montes, Peter
 Vacant
 Lopez, Joe
 Holmes, Stacia
 Montemayor Estate,
 Vacant
 Sullivan, Donald T
 Spivey, Gary
 Garner, Teresa
 Alvizo, Luz
 Spivey, Linda
 Williams, Nickie
 Johns, Irven
 Cowan, Alice
 Hicks Estate, J W
 Liberty Hill Dental
 Batten, Jerry
 Mallinger, Dennis
 Cannon, Patrick R.
 Gonzales, Patricio

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Fellowship Baptist Church
 McLeod, Brann
 Gavin, Glenda
 Park, Chester
 Kirk, Brian & Lisa
 Paredes, Juan
 Williams Estate, Cecil
 Whitehead Est, Mrs Vanc
 Garner, Johnny
 Vacant
 Gagliano, Dan
 Canady, Charles
 Williams, Chester D
 Zolnowski, Karen
 Montemayor Jr, Angelo
 Imken, Barbara
 vacant
 Perez, Gonzalo
 Tippie, Richard
 Diethrich, Karl
 Espinoza, Juan
 Kemper, Ron
 McMillan, Kenneth H
 O'Dell, Randy
 Harlow, J Patrick
 Williams, Mrs J B
 Baker Estate, Wilma
 The Good Stuff & Appare
 Carson, Thomas
 Vacant
 Vacant
 McLeod, Wendell
 Foust, Mrs Zane
 Branigan, Jon
 Vacant
 City of Liberty Hill
 Wetzel, Michele
 Ledesma, Luis
 Wiseman, Robert
 Branigan, Elizabeth
 Child, Becky
 Vacant
 Floyd Estate, Ralph
 Netherland, Judy
 Lackey, Travis
 McCready, John
 Davis, Leslie
 Koughan, Jim
 Vacant
 Seaman, Joel & Loren
 McMillan, Michael
 Bohanan, Johnny
 Vacant
 Vacant
 Lambert, Jack
 Castleberry, Roy
 Israel, Rona
 Milam, John
 United Methodist Church
 Liberty Hill ISD
 Vacant
 Hays, Glen
 Rundzieher, Liz
 Paredes, Juan G.
 Rollins, Grady

Fellowship Baptist C
 McLeod, Brann
 Gavin, Glenda
 Bolton, Debbie
 Kirk, Brian & Lisa
 Paredes, Juan
 Williams Estate, Cecil
 Whitehead Est, Mrs V
 Garner, Johnny
 Vacant
 Wesolowski, Mark
 Quick Service Garage
 Williams, Chester D
 Zolnowski, Karen
 Polvado, Charles
 Imken, Barbara
 Vacant
 Perez, Gonzalo
 Tippie, Cathy
 Diethrich, Karl
 Espinoza, Juan
 Linnane, Kay
 McMillan, Mrs. Kenn
 O'Dell, Randy
 Harlow, J Patrick & L
 Williams, Mrs J B
 Baker Estate, Wilma
 The Good Stuff Gifts
 Carson, Thomas
 Vacant
 Vacant
 McLeod, Wendell
 Foust, Mrs Zane
 Cotton, Jenna
 Paryani, Bhusham K
 City of Liberty Hill
 Wetzel, Michele
 Ledesma, Luis
 Wiseman, Robert
 Branigan, Elizabeth
 Child, Becky
 Vacant
 Tanguma, Rosita
 Netherland, Judy
 Lackey, Travis
 McCready, John
 Davis, Leslie
 Koughan, Jim
 Vacant
 Seaman, Joel & Loren
 McMillan, Michael R
 Bohanan, Johnny
 Vacant
 Vacant
 Lambert, Jack
 Castleberry, Roy
 Israel, Rona
 Milam, John
 United Methodist Chu
 L H Intermediate Sch
 Vacant, 3207 RR 186
 Hays, Glen
 Rundzieher, Liz
 Paredes, Juan G
 Rollins, Grady

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Martinez, Guilfredo
 CSM Properties
 KYH Inc
 Rogers, John
 Hernandez, Baltazar
 L H Little League Assoc
 Canady, Faye
 Meyer, Brian
 Montes, Juan Pablo
 Pruett Estate, Barbara
 Tran, Nhan
 Kinder, Robin
 Watson, Charles
 Rose, Marianne
 Cercone, Gemma
 Whitehead, Louis
 Brown, Marvin
 Wiggers, Tracy
 Vacant
 Dawson, Sloane
 Wear, Paula
 Kilian, Shayne
 Anderson, Tony
 Mishal Groceries Inc.
 Burger, Nancy Jane
 Solis, Janie
 Lindsay, J C
 Pruett, Sammy
 Wisbrun, Cecilia
 Brown, Bobby
 Black, Cindy
 Canady, Kathy & Charles
 Vacant
 Holder, Monica
 McCown, Bill
 Hobo Depot
 Rollins, Janie
 Versitex Construction,LL
 Cercone, Gemma
 Gonzales, Baltazar
 Allman, Larry
 Duderstadt II, David
 Melchor, Morris
 Kipfer, Joe E.
 Hairsmith
 Odell, Joyce
 Harlow, Pat
 Smith, Helga
 Johnston, Jon B
 Melchor, Lino
 Montes Sr., Pablo
 Hyman Estate, Mrs. Vada
 deKeraty Jr., Henry
 Rosas, Jose
 Whitehead, Louis
 Casebolt, Jerry
 Vacant
 Burnett, Marie
 Canady, Kathy & Charles
 Luna, Maria G
 Oliver, Jimmy & Janet
 Reunion Devel.Group Ltd
 Cousins, Kenneth
 Cousins, Kenneth
 Versitex Construction LL

Martinez, Guilfredo
 Stamp, Patrick
 Liberty Hill Food Mar
 Rogers, John
 Hernandez, Baltazar
 L H Little League Ass
 Canady, Faye
 Meyer, Brian
 Montes, Juan Pablo
 Pruett Estate, Barbara
 Tran, Nhan
 Moore, Teri
 Watson, Charles
 Rose, Robert S
 Montague, Venesa
 Wells, Tiffany
 Brown, Marvin
 Cronan, Kathy
 Vacant
 Dawson, Sloane
 Wear, Paula
 Kilian, Shayne
 Vacant
 Mishal Groceries Inc
 Burger, Nancy Jane
 Solis, Janie
 Lindsay, J C
 Pruett, Sammy
 Wisbrun, Cecilia
 Brown, Bobby
 Montague, Venesa
 Canady, Charles & Ka
 Vacant
 Holder, Monica
 McCown, Bill
 Hill Country Cafe
 Vacant
 Hurd, Joshua
 Cercone, Gemma
 Gonzales, Baltazar
 Allman, Larry
 Duderstadt II, David
 Melchor, Mary
 Kipfer, Joe E
 Hairsmith
 Odell, Joyce
 Harlow, Pat
 Smith, Helga
 Brosio, Rudy James
 Melchor, Lino
 Montes Sr., Pablo
 Hyman Estate, Mrs.
 deKeraty Jr., Henry
 Rosas, Jose
 Benga, Erka
 Casebolt, Jerry
 Vacant
 Burnett, Marie
 Canady, Kathy & Char
 Luna, Maria G.
 Oliver, Jimmy & Jane
 Reunion Devel Group
 Cousins, Kenneth
 Hamilton, Zach
 Versitex Constructio

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Brinson, Ruthey
 Angerstein, Paul & Helen
 Becker Estate, Jerald
 Vacant
 Moore, Troy
 AT & T Services Inc
 Montes, Aurelio
 Wilie, Bonnie
 Milam, John L.
 Vacant
 Hohmann, Bertie
 Roegner, Daniel
 Pruett, Sammy
 Jackson, Gary
 Houglin, Gregory W
 Kloppe, Janet
 Brewer, John E
 Lauder, Connie
 Liberty Hill ISD
 vacant
 Hernandez, Oscar
 Holder, Lou
 vacant
 Pezold, Casey and Chris
 Townsend, Barbara
 Franklin, Winford
 Vacant
 Vacant
 Walsh, Whitney A.
 Cantrell, John
 Armstrong, Shelly
 Winget Estate, Cheryl
 Solley, Port
 Vacant
 East, Michael
 Sprivey, Gary
 Beckett, Bruce
 Meng, John
 Spinner, Harry & Judy
 Maynard, Tommy
 Tucker, Danny
 Bates, Amy
 Collins, Richard
 VFW Post 8200
 Warren Estate, Jo
 Espinoza, Robert
 Van Camp, John D
 Ojeda, Ivan
 H. R. W. Properties
 Jacobs, Mike
 13901 Hwy 29 LLC
 Vacant
 Dodd, Lee
 Harlow, Pat
 Gagliano, Dan
 Wright, Lyle & Melinda
 Cox, Sherri
 Williams, Ellick
 Parker Estate, Tempie
 Bailes, Bill
 Vacant
 Pruett, B W
 Nelms, Garland
 Parks, Dennis
 Vacant

Happy Trails Learnin
 Angerstein, Paul & H
 Becker Estate, Jerald
 Vacant
 Moore, Troy
 AT & T Services Inc.
 Montes, Aurelio
 Wilie, Bonnie
 Milam, John L.
 Vacant
 Hohmann, Bertie
 Roegner, Daniel
 Pruett, Sammy
 Jackson, Gary
 Vacant
 Kloppe, Janet
 Brewer, John E
 Lauder, Connie
 L H Elementary Schoo
 Vacant
 Hernandez, Oscar
 Holder, Lou
 Vacant
 Pezold, Casey and Chr
 Townsend, Barbara
 Franklin, Winford
 Vacant
 Vacant
 Walsh, Whitney A
 Cantrell, John
 Ms' Shelly's Bakery
 Derbert, Anita
 Solley, Port
 Vacant
 East, Michael
 Fantasia Flowers
 Beckett, Bruce
 Meng, John
 Spinner, Mark
 Maynard, Tommy
 Ford, Louise
 Bates, Amy
 Collins, Richard
 VFW Post 8200
 Lopez, Miguel F
 Espinoza, Robert
 Grosenheider, Elena
 Ojeda, Ivan
 H. R. W. Properties
 Jacobs, Mike
 Adkins, Christy
 Vacant
 CertaTrust
 Harlow, Pat
 Atzimbas Mexican Res
 Romero Wheel & Tire
 Cox, Sherri
 Williams, Ellick
 Vacant
 Bill's Tractor
 vacant
 Pruett, B W
 Vacant
 Parks, Dennis
 Vacant

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Fellowship Baptist Church

Vacant

Vacant

Diethrich, Karl

Vacant

P & L Investors

Brown, Kenneth

Williamson City Office

Chapman, Bill

Rosas, Jose

Espinoza, Juan

Montemayor, Sherry

Vacant

Wayhart Limited Partners

Earl's Tire & Automotive

Hinds, Bill

Cantrell Estate, Dorothy

United Methodist Church

Rollins, Wendy

Murillo, Faustino

Arbanas, Steven J

Wheeler, Jim

Murphy, Michele

Montes, Irma

Montes, Pablo Sr

L H Church of Christ

Harkrider, F. J

Espinoza, Juan

Hernandez, Bertha

Cantrell, Lee

Lunsford, Bessie

Vacant

Gavin, Glen

Hernandez, Bertha

Montes, Paul

Whitehead, Larnce

L H United Methodist Church

Hodgson, Pam

Sowell Jr., Rocky

Faurie, Becky

Canady, Joe Ed

Rigby, Barbara

Vacant

Paredes, Elias G

Byerly, Garry

Liberty Hill ISD

Vacant

Williams, J B

Potter, Jack

Loehr, Freddie

Svetlik, Darren

Svetlik, Darren

Buchhorn, Harold

Hardware Ventures, Inc.

Judy & Thrasher Inc.

Ashenati, Tseguye

Central Texas Reclosers

Wilie, Bonnie

Wilie, Bonnie

Gonzales, Fidel

Gonzales, Fidel

Vacant

Collins, Richard

Harlow, Pat

Vacant

Fellowship Baptist Church

Vacant

Vacant

Salas, Felipe

Vacant

P & L Investors

Brown, Kenneth

Williamson City Office

Chapman, Bill

Rosas, Jose

Espinoza, Antonio

Montemayor, Sherry

vacant

Wayhart Limited Partners

Earl's Tire & Automotive

Hinds, Bill

Faurie, Becky

United Methodist Church

Rollins, Wendy

Murillo, Faustino

Arbanas, Steven J.

Maldonado, Monica

Murphy, Michele

Montes, Irma

Montes III, Paul

L H Church of Christ

Harkrider, F. J.

Espinoza, Juan

Hernandez, Bertha

Cantrell, Lee

Lunsford, Bessie

Vacant

Gavin, Glen

Hernandez, Bertha

Montes, Paul

Whitehead, Larnce

United Methodist Church

Hodgson, Pam

Sowell Jr., Rocky

Faurie, Becky

Canady, Joe Ed

Vacant

Vacant

Paredes, Elias G

Byerly, Garry

L H Middle School

Vacant

Williams, Mrs J B

Potter, Jack

Loehr, Freddie

Wadlington, James B

Brock, Meredith

Buchhorn, Harold

Hardware Ventures Inc

Liesmann, Andy

Ashenati, Tsegaye

Central Texas Reclose

Wilie, Bonnie

Wilie, Bonnie

Gonzales, Fidel

Gonzales, Fidel

Vacant

Collins, Richard

Harlow, Pat

Vacant

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

McFerren, Donald J.
 Sims, Ace S
 Montemayor Jr, Angelo
 Smets, Michael
 Smets, Michael
 McKean, Vernon W.
 Cantrell, M T
 O'dell, Randy
 Vacant
 Crane, Larry Michael
 Jordan Properties
 Vacant
 Kennedy, Claudia
 Laduque, Jason & Tafi
 Laduque, Jason & Tafi
 Mather, James
 Meridell Achievement Ce
 Lee, Robert W.
 Hwy 29 Church of Christ
 Mahesania, Shaukat
 Foust, Elroy
 O'Dell, Bradley
 O'Dell, Bradley
 Vacant
 Hernandez, Tresa D.
 Stepan, John Ed
 Pope, Rebecca C
 L H Cementery Assoc
 Goudreau, Chris
 Russo, Donna
 Harlow, Tim
 Skip's
 Meridell Achievement Ce
 Life Springs Christian Ch
 Covington, Sean & Julie
 McEachern, Bob
 Rosales, Raymond & Zoil
 Lankford, Gary
 Lambert, David C.
 Vacant
 Palestini, Jeannine
 Allman Estate, Roy
 Roberts, Helen
 Parfitt, Mark
 Vacant
 Knox, Dolly
 Randolph, Rodney
 Burns, Billy Ray
 Sicher, Kay
 Texas Savings Bank
 Gutierrez, Kellie C
 Daniels, Michael & Kim
 Painter, Jeff
 Poling Sr., Donald R.
 112 Bryson Bend Land Tr
 Hernandez, Bertha
 Milam, Janet
 Vrabel, Amanda
 Sims, Glen
 Spinoso, Frank
 Wood, Alvis J
 Openshaw, Robert
 Jimenez, Alex
 Branigan, Jon
 Pinson, Robert & Mollie

McFerren, Donald or
 Reeves, Cain & Jamie
 Milam Jr., Russell B
 Gamez, Kathy
 Bunce, Carol
 McKean, Vernon W
 Cantrell, M T
 O'dell, Randy
 Vacant
 Crane, Larry Michael
 Jordan Properties
 Vacant
 Kennedy, Claudia
 Laduque, Jason & Tafi
 Laduque, Jason & Tafi
 Mather, James
 Meridell Achievement
 Lee, Robert W
 Hwy 29 Church of Chr
 Karedia, Badruddin K
 Foust, Elroy
 O'Dell, Bradley
 O'Dell, Bradley
 Vacant
 Hernandez, Tresa D.
 Stepan, John Ed
 Pope, Rebecca C
 L H Cementery Assoc
 Goudreau, Chris
 Russo, Scott
 The Parts Connection
 Skip's
 Meridell Achievement
 Life Springs Christua
 Covington, Sean & Jul
 McEachern, Bob
 Rosales, Raymond &
 Lankford, Gary
 Lambert, David C.
 Vacant
 Palestini, Jeannine
 Allman, Angel
 Roberts, Helen
 Parfitt, Mark
 Vacant
 Knox, Dolly
 Rosas, Manuel & Meli
 Burns, Billy Ray
 Sicher, Kay
 Walden, Chad & Shei
 Gutierrez, Kellie C.
 Daniels, Michael & K
 Painter, Jeff
 Poling Sr, Donald R.
 Gordon, John
 Hernandez, Bertha
 Milam, Janet
 Vrabel, Amanda
 Sims, Glen
 Smith, Gary
 Wood, Alvis J
 Openshaw, Robert
 Jimenez, Alex
 Smith, Kerry
 Pinson, Robert & Mol

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Branigan, Jon
 Browne, Kevin & Sheri
 Reeves Jr., Kenneth L.
 Ferguson, William
 Sowell, Rocky
 Milam, Ronald
 Branigan, Rose
 Bradley, Mark & Becky
 Labiche, Mrs. Denis
 Daves, John
 Dodson, Linda A.
 Allen, Russell
 Nelson, Nancy
 P & R Butane
 Berenjoy, Jesse
 MFB Holdings LLC
 MFB Holdings, LLC
 Smith, Kerry
 City of Liberty Hill
 Bagelman, Gary
 Holder, Misty
 Ojeda, Armando & Olivia
 White Cap Properties LLI
 White Cap Properties LLI
 Espinoza, Juan
 Ross, Janet
 Malicoat, Gary & Sue
 McBride, Christine
 Foster, James
 Lattanzio, Richard
 Vacant
 Prudential Texas Realty
 Liberty Hill ISD
 Cowan, Nelda
 Lohman Esta, Mrs. Charles
 Paredes, Camilo
 Mewhort, Brian
 Brown, Blaine
 Winstead, Darryl
 Brown, Preston
 Curtis, Paul
 Hukill, Tyler
 Carpenter, Joe
 Van Meeteren, Carrie
 Foust, Elroy
 Liberty Hill Foundation
 Foust, Elroy
 Page, Dorothy
 Smets, Michael
 Smets, Michael
 Mulski, Peggy
 Seavy, Amy
 Lopez Jr., Joe
 Vacant
 Perry, Johnny
 Moreno, Luis M.
 Van Meeteren, Cindy
 Martin, Victor
 Terry, Malcom & Debbie
 Nandin, Antonio
 Steyer, Richard
 Pfau, Judy
 Madsen, David L.
 Silverthorn, Darrell
 B & B Rentals

Davenport, Sandra
 Browne, Kevin & Sheri
 Reeves Jr., Kenneth L.
 Ferguson, William
 Sowell, Rocky
 Milam, Ronald
 Branigan, Rose
 Polk, Russell
 Labiche, Mrs. Denis
 Daves, John
 Dodson, Linda A.
 Christian, Shelley L.
 Nelson, Nancy
 P & R Butane
 Berenjoy, Jesse
 Bailey, Chad
 Monroe Insurance
 Smith, Mariah
 City of Liberty Hill
 Boring, Matthew & Mi
 Holder, Misty
 Vacant
 White Cap Properties
 White Cap Properties
 Espinoza, Antonio
 Ross, Janet
 Malicoat, Gary & Sue
 McBride, Christine
 Foster, James
 Lattanzio, Richard
 Vacant
 Prudential Texas Real
 L H School
 Cowan, Nelda
 Lohman, Jerry
 Paredes, Camilo
 Mewhort, Brian
 Brown, Blaine
 Cole, Mike
 Brown, Preston
 Curtis, Paul
 Hukill, Tyler
 Carpenter, Joe
 Van Meeteren, Carrie
 Foust, Elroy
 L H Foundation Park
 Foust, Elroy
 Page, Dorothy
 Titsworths, Sara
 Minton, Ginger
 Mulski, Peggy
 Seavy, Amy
 Lopez Jr., Joe
 Vacant
 Perry, Johnny
 Moreno, Luis M.
 Van Meeteren, Cindy
 Martin, Victor
 Terry, Malcom & Deb
 Nandin, Antonio
 Steyer, Richard
 James, Mrs. Ledell
 Madsen, David L.
 Silverthorn, Darrell
 B & B Rentals

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Gauny, Terrell & Beth
 Clopton, Kim
 Polasek, Clay & Karen
 Cauble, Christine
 Stepan, John Ed
 West Jr., Mrs Felton
 Cantrell, Marvin
 Becker, Keith & Tracie
 Whitehead, Troy
 Butler, Robert D.
 Morgan, Rebecca
 Evergreen Properties
 Jackson, David or Melind
 Davis, Corby & Vicki
 Wofford, Jim
 Price, Monty B.
 Davis, Richard
 C & J Davis Family Part
 Medrano, Marco & Pamel
 LaCount, Linda
 Louk, Edward A.
 Acupan, Gertrudes P.
 Cooper, Gary & Magdalen
 Whited, James R.
 Hailey, Byron
 Hailey, Byron
 Johnston, John
 Vacant
 Vacant
 Union State Bank
 Ojeda, Armando
 Advance Development, In
 Simpson, Joe
 Stephens, Phil
 Pfau, Judy
 Liberty Hill Investments
 Hernandez, Louis
 Allman, Larry
 International Storage
 Clyde Davis Real Estate
 Liberty Hill ISD
 Liberty Hill ISD
 Nelson Estate, Alfred
 Szmagalski, Desirae
 Just Trucks
 Little People L P
 Mike's Barnyard B B Q
 Farr, Carol
 Lopez, Brenda
 Paryani, Bhisham K.
 LH Fire Dept.
 Harris, Hazel
 Shane & Paige White
 Cat Trax Rentals
 Montes, Irma
 Harlow, Pat
 Spinosa, Shane
 Ware, Garrett
 Smith, John S.
 Kemper, Ronald Dean
 Davis, Vicki & Corby
 Fletcher, Christie
 Star Burgers, Inc.
 West, Charlotte
 Sadler, Jackie

Gauny, Terrell
 Clopton, Kim
 Polasek, Clay & Kare
 Cauble, Christine
 Goodman, Kelly
 West Jr, Mrs Felton
 Cantrell, Marvin
 Becker, Keith
 Whitehead, Troy
 Butler, Robert D
 Morgan, Rebecca
 Evergreen Properties
 Jackson, David or Me
 Cunningham, Lorri
 Wofford, Jim
 Price, Monty B
 Davis, Richard
 Ehrlich, Jennifer
 Medrano, Marco
 LaCount, Linda
 Louk, Edward A.
 Acupan, Gertrudes P
 Cooper, Gary & Magd
 Whited, James R.
 Hailey, Byron
 Hailey, Byron
 Johnston, John
 Vacant
 Vacant
 Union State Bank
 Ojeda, Armando
 U S Post Office
 Simpson, Joe
 Stephens, Phil
 Claxton, Ricky
 Rio Gabriel Plaza
 Hernandez, Louis
 Allman, Larry
 International Storage
 Clyde Davis Real Esta
 L H New High School
 L H New High School
 Nelson, John
 Szmagalski, Desirae
 Just Trucks
 Little People Learning
 Mike's Barnyard B B
 Live Oak Plaza #1
 Lopez, Brenda
 Paryani, Bhisham K.
 L H Fire Dept.
 Harris, Hazel
 White, Shane & Paige
 Cat Trax Rentals
 Montes, Irma
 Harlow, Pat
 Spinosa, Shane
 Jackson, Melissa
 Smith, John S
 Kemper, Ronald Dean
 Welcher, Randy
 Fletcher, Christie
 Starburger
 West, Charlotte
 Sadler, Jackie

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

L H Church of Christ Par.
 Reunion Dev Group Ltd
 Lamar Steel & Supply
 Forbes, James W.
 Life Springs Christian Ch
 Tucker, Danny
 Trinity 4M Enterprises, L
 Czubas Jr., John A.
 Hornbeck, Marvin D.
 STR Constructors LTD
 Carranza, Maria E.
 Lalonde, Joyce & Clarenc
 Carlisle, Christopher
 Klindworth, Steve
 Sadler, Jimmy D.
 Luna, Maria G.
 Harlow, Pat
 Pro Lube Truck Service
 Stanfield Jr., Vinton
 Farr, Carol
 Boatright, Trevor
 Farooq, Mohammad
 CSM Properties
 Evergreen Properties
 Gonzales, John
 Spinoso, Frank L.
 Lube Express
 City of Liberty Hill
 American Self Storage
 Walters, Marshall
 Friemel, Brandon & Kend
 Park, Daniel
 Fitzwater, Cheri
 Keene, Cheryl
 Carr, Carrie Lou
 Jones, Pat
 Jardin Corona
 McLenna Electric
 Westwood Joint Venture
 Hufstetler, Jill & Mike
 Bevers, Jack
 K & F Enterprises
 JBR Partners LTD
 Hill, Kimberly
 B B Land LTD
 Prosperity Bank
 BeBee, Don
 TrussMate Inc
 Wilson, Ken
 Clarks Commons
 Miller, Jennifer
 United Methodist Church
 Fellowship Baptist Churc
 Blasing, Jay
 Wiggington Trailer Park
 Church of Glad Tidings
 Mickler, Gretchen
 Kubiak, Leonard
 Faune, Mike
 Synergy, Framing
 McCuiston, Raaney L.
 Branigan, Jon
 Drennan Day Custom Ho
 Wayhart Limited Partners
 Texas Savings Bank

L H Church of Christ
 West, Steven
 Lamar Steel & Supply
 Forbes, James W.
 Life Springs Christia
 Williams, Beverly
 Trinity 4M Enterprise
 Czubas Jr., John A.
 Hornbeck, Marvin D.
 STR Constructors LT
 Carranza, Maria E.
 LaLonde, Joyce & Cla
 Carlisle, Christopher
 Posillipo Inc
 Sadler, Jimmy D.
 Luna, Maria G.
 Harlow, Pat
 Pro Lube Truck Servi
 Powell, Robert
 Live Oak Plaza #2
 Boatright, Trevor
 Farooq, Mohammad
 Winkley's
 Evergreen Properties
 Gonzales, John
 CEFCO
 Lube Express
 City of Liberty Hill
 American Self Storag
 Walters, Marshall
 Friemel, Brandon & K
 Park, Daniel
 Fitzwater, Cheri
 Keene, Cheryl
 Carr, Carrie Lou
 Jones, Pat
 Jardin Corona
 McLenna Electric
 Westwood Joint Vent
 Hufstetler, Jill & Mik
 Bevers, Jack
 Dollar General #5828
 JBR Partners LTD
 Hill, Kimberly
 B.B. Land LTD
 Prosperity Bank
 BeBee, Don
 TrussMate Inc.
 Wilson, Ken
 Clarks Commons
 Miller, Jennifer
 United Methodist Chu
 Fellowship Baptist C
 Blasing, Jay
 Wiggington Trailer Pa
 Church of Glad Tidin
 Mickler, Gretchen
 Kubiak, Leonard
 Bubba's Dirt & Lands
 Synergy Framing
 McCuiston, Raaney L.
 Davis, Brandon
 Drennan Day Custom
 Wayhart Limited Part
 Texas Savings Bank

MEMBER LIST

2:58:32PM

Liberty Hill Water Supply

Gomez, Arturo R.
Gomez Jr , Arturo
Temple, Brian
Gwilliam, Sarah & Paul
Doors R Us LLC
Bennett, Michelle
Mount, Michael & Lisa
Harlow, Pat
Mortensen, Keith
Morin, Dean
Remore, Stephen
Tyler, Monroe W.
Sandlin, Thomas
O'Dell, Randy
Mother Loads Pizza
Bennett, Bruce
Sonica Drive Inn #122
Sonic Drive In #122
Stone Canyon Homes Inc
Stone Canyon Homes Inc
San Gabriel Crossing
Central Texas Reclosures
Hope House
Hope House
Garner, Howard
ALZ Commercial Group,

Gomez, Arturo R.
Gomez Jr , Arturo
Temple, Brian
Gwilliam, Sarah & Pa
Doors R Us LLC
Bennett, Michelle
Mount, Michael & Li
Harlow, Pat
Mortensen, Keith
Morin, Dean
Remore, Stephen
Tyler, Monroe W.
Sandlin, Thomas
O'dell, Randy
Mother Loads Pizza
Bennett, Bruce
Sonic Drive In #122
Sonic Drive In #122
Gonzalez, Janpalach
Ingroum, Amy
San Gabriel Crossing
Central Texas Reclosu
Hope House
Hope House
Garner, Howard
ALZ Commercial Gro

611 Accounts listed

All Members

Liberty Hill Water Supply Corp.



TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

SUSAN COMBS • COMPTROLLER • AUSTIN, TEXAS 78774

August 24, 2011

CERTIFICATE OF ACCOUNT STATUS

THE STATE OF TEXAS
COUNTY OF TRAVIS

I, Susan Combs, Comptroller of Public Accounts of the State of Texas, DO
HEREBY CERTIFY that according to the records of this office

LIBERTY HILL WATER SUPPLY CORPORATION

is exempt from payment of franchise tax and consequently is in good standing
with this office.

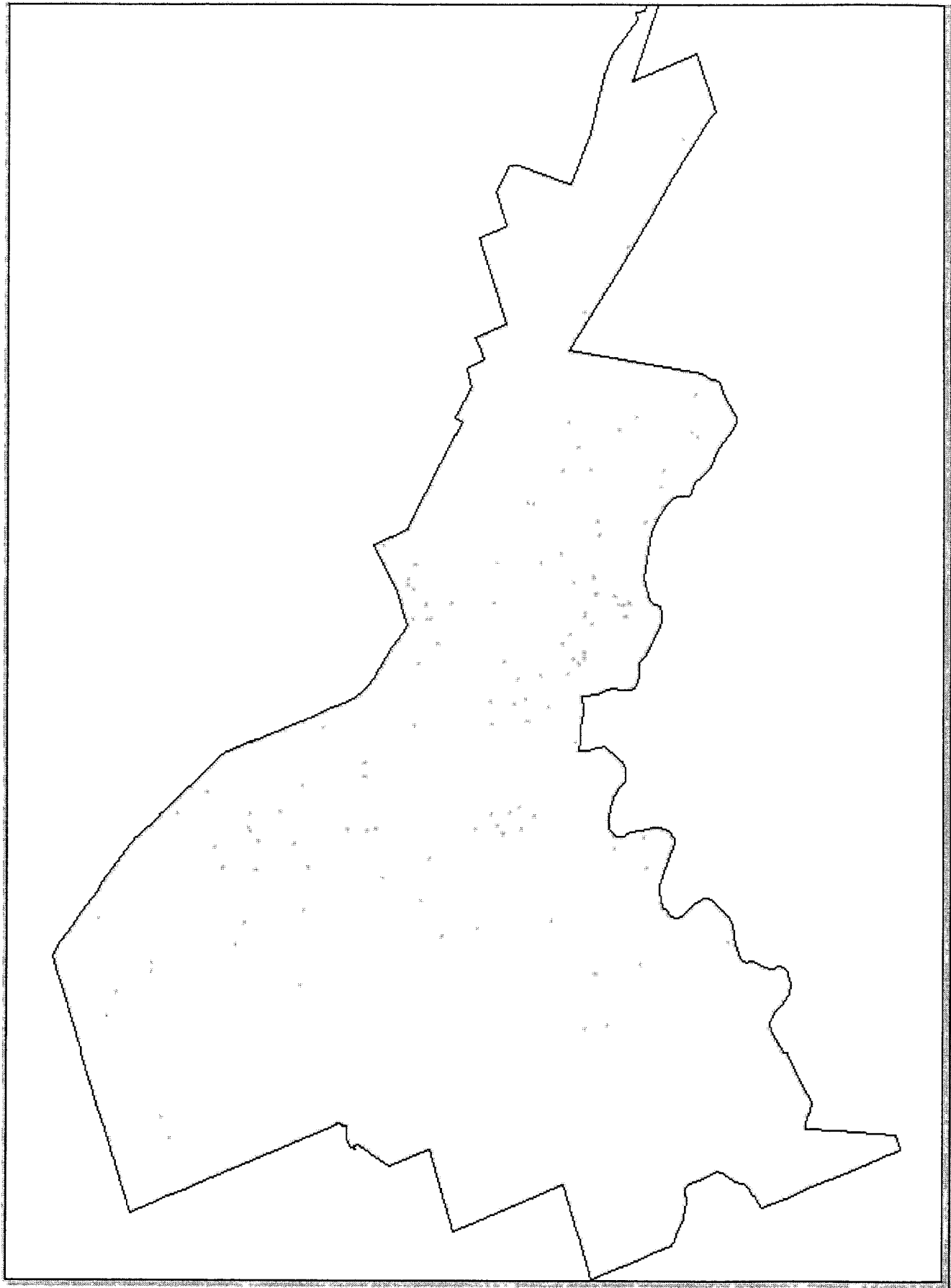
GIVEN UNDER MY HAND AND
SEAL OF OFFICE in the City of
Austin, this 24th day of
August 2011 A.D.

A handwritten signature in black ink, reading "Susan Combs", is positioned above the printed name and title.

Susan Combs
Texas Comptroller

Taxpayer number: 32011916486
File number: 0020622901

Attachment 3.B
Plot of Digital Data for Proposed Service Area



Attachment 3.C
Description of the Proposed Service Area

The proposed utility service area includes approximately 5,542 acres and is located is located approximately 1.5 miles northwest of downtown Liberty Hill, Texas, in Williamson County, and is generally bounded on the north by County Road 206; on the east by the Capital Metropolitan Transportation Authority railroad right-of-way; on the south by Brewer Branch and Little Creek; and on the west by the eastern boundary of the Durham Park Subdivision.

Together, the existing service area and the proposed service area include a total of 13.5 square miles of land as described on the following pages.

LIBERTY HILL WATER SUPPLY CORPORATION WRS-CCN – WILLIAMSON COUNTY, TEXAS

The following parcel is being described herein with the express intent to describe the area of Water Retail Service Certificate of Convenience and Necessity (CCN) of Liberty Hill Water Supply Corporation (CCN #10324) within the statutory limits of Williamson County, Texas and on file with the Texas Commission on Environmental Quality;

BEING approximately 13.5 square miles of land situated in the above-mentioned Williamson County and BEGINNING at a point at the intersection of the centerline of County Road No. 200 and the south Right-of-Way line of the City of Austin Capital Metro Rail Road (formerly Southern Pacific Rail Road), said point being approximately 0.12 miles north of State Highway No. 29;

THENCE, in a southeasterly direction following the south Right-of-Way line of said City of Austin Capital Metro Rail Road (formerly Southern Pacific Rail Road), approximately 300 feet to a point, said point being approximately 400 feet northwest of the intersection of the south Right-of-Way line of said City of Austin Capital Metro Rail Road (formerly Southern Pacific Rail Road) and the centerline of said State Highway No. 29;

THENCE, in a northeasterly direction, approximately 0.46 miles to a point on the west line of Lot 87 of Sundance Estates, a subdivision of record in Cabinet S, Slides 344-350 of the Plat Records of Williamson County, Texas;

THENCE, in a south southeasterly direction following the west line of said Sundance Estates, approximately 0.21 miles to a point that is approximately 400 feet north of the north line of said State Highway No. 29;

THENCE, in a southeasterly direction following a course approximately 400 feet north of and parallel to said State Highway No. 29, approximately 0.64 miles to a point on the west Right-of-Way line of County Road No. 214;

THENCE, in a northeasterly direction following the west Right-of-Way line of said County Road No. 214, approximately 260 feet to a point;

THENCE, crossing said County Road No. 214 in a southeasterly direction, approximately 100 feet to a point on the east Right-of-Way line of said County Road No. 214, said point also being the southwest corner of that certain 10.55 acre tract of land described in a deed to Reunion Development Group, LTD. recorded in Document No. 2003054407 of the Official Public Records of Williamson County, Texas;

THENCE, following the south line of the said Reunion Development Group, LTD tract in a southeasterly direction, approximately 0.19 miles to a point, and continuing along the south line of the said Reunion Development Group, LTD tract in a northeasterly direction, approximately 0.10 miles to a point on the west line of that certain 10.00 acre tract of land described in a deed to Dan King in Document No. 2002031704 of the Official Public Records of Williamson County, Texas, said point also being the southeast corner of said Reunion Development Group, LTD tract;

THENCE, following the west line of the said Dan King tract in a south southeasterly direction, approximately 0.11 miles to a point on the south Right-of-Way line of Farm-to-Market Highway No. 1869, said point being approximately 0.17 miles northeast of the intersection of said Farm-to-Market Highway No. 1869 and the centerline of said State Highway No. 29;

THENCE, in a northeasterly direction following the south Right-of-Way line of said Farm-to-Market Highway No. 1869, approximately 0.12 miles to a point;

THENCE, in a south southeasterly direction, approximately 0.20 miles to a point;

THENCE, in northeasterly direction, approximately 0.46 miles to a point;

THENCE, in a south southeasterly direction, approximately 0.17 miles to a point, said point being the northwest corner of that certain 60.00 acre tract granted to Merridell Achievement Center, Inc. and described in an Affidavit in Document No. 2011002158 of the Official Public Records of Williamson County, Texas;

THENCE, following the north line of said 60.00 acre Merridell Achievement Center, Inc. tract in a northeasterly direction, approximately 0.18 miles to the most northerly point of said 60.00 acre tract, and Thence, in a southeasterly direction, approximately 0.16 miles to a point on the west line of Stonewall Ranch Section Three Subdivision, a subdivision of record in Cabinet CC, Slide 279 of the Plat Records of Williamson County, Texas;

THENCE, following the west line of the said Stonewall Ranch Section Three subdivision and continuing along the west line of Stonewall Ranch Section Two subdivision, a subdivision of record in Cabinet BB, Slide 273 of the Plat Records of Williamson County, Texas, in a south southwesterly direction, approximately 0.39 miles to a point, said point being approximately 360 feet north of the north Right-of-Way of said State Highway No. 29;

THENCE, in a southeasterly direction, following a course approximately 360 feet north of and generally parallel to the north line of said State Highway No. 29, at approximately 0.49 miles pass the centerline of County Road No. 213, and continuing approximately 0.97 miles, in all, to a point;

THENCE, in a south southeasterly direction approximately 300 feet to a point on the north Right-of-Way line of said State Highway No. 29;

THENCE, following the north Right-of-Way line of said State Highway No. 29 in a southeasterly direction, approximately 200 feet to a point;

THENCE, crossing said State Highway No. 29 in a southeasterly direction, approximately 400 feet to a point on the west Right-of-Way line of United States Highway No. 183 for the most easterly point herein;

THENCE, in a northwesterly direction following a course approximately 200 feet south of and parallel to the south Right-of-Way line of said State Highway No. 29, approximately 0.44 miles to a point;

THENCE, in a south southeasterly direction, approximately 0.41 miles to a point;

THENCE, in a southwesterly direction, approximately 0.32 miles to a point on the north Right-of-Way line of said City of Austin Capital Metro Rail Road (formerly Southern Pacific Rail Road);

THENCE, in a northwesterly direction following the north Right-of-Way line of said City of Austin Capital Metro Rail Road (formerly Southern Pacific Rail Road), approximately 1.50 miles to a point;

THENCE, in a southerly direction, approximately 0.91 miles to a point at the intersection of the centerline of the South Fork San Gabriel River and the centerline of an abandoned portion of County Road No. 279 (Bagdad Road);

THENCE, in a northwesterly direction following the centerline of said South Fork San Gabriel River with its meanders, approximately 2.4 miles to the centerline of said Farm-to-Market Highway No. 1869;

THENCE, following the centerline of said Farm-to-Market Highway No. 1869 in a westerly direction, approximately 0.28 miles to the centerline of Little Creek;

THENCE, in a southwesterly direction following the centerline of said Little Creek with its meanders, approximately 3.53 miles to a point where Brewer Branch (a tributary of Little Creek) intersects with Little Creek;

THENCE, leaving Little Creek in south southwesterly direction, approximately 0.55 miles to a point on the south line of that certain 274.80 acre tract of land as described in a Warranty Deed to Mueller Family Limited Partnership #1, L.P. as recorded in Document #9536843 of the Official Public Records of Williamson County, Texas;

THENCE, following the said south line of the Mueller Family Limited Partnership #1, L.P. tract in a southwesterly direction, approximately 400 feet to the southwest corner of the said Mueller Family Limited Partnership #1, L.P. tract for the most southerly corner herein;

THENCE, in a northwesterly direction following the west line of the said Mueller Family Limited Partnership #1, L.P. tract, approximately 0.91 miles to a point on the south line of County Road No. 285;

THENCE, following the south Right-of-Way line of said County Road No. 285 in a north northeasterly direction, approximately 0.54 miles to a point on the south Right-of-Way line of said Farm-to-Market Highway No. 1869, and continuing across said Farm-to-Market Highway

No. 1869, approximately 80 feet to a point on the north Right-of-Way line of said Farm-to-Market Highway No. 1869;

THENCE, following the north Right-of-Way line of said Farm-to-Market Highway No. 1869 in a northwesterly direction, approximately 0.32 miles to a point, said point being the most southerly corner of Durham Park Section Three, a subdivision of record in Cabinet C, Slide 95 of the Plat Records of Williamson County, Texas, said point also being the most southerly corner of Lot 1B of the Resubdivision of Lot 1, Block P, Durham Park Section Three, a subdivision of record in Cabinet P, Slide 334 of the Plat Records of Williamson County, Texas;

THENCE, in a north northwesterly direction following an east line of said Durham Park Section Three subdivision, approximately 0.53 miles to a point, said point being the southeast corner of Lot 7, Block P, of said Durham Park Section Three subdivision and also being the southwest corner of Lot 8, Block P, of said Durham Park Section Three subdivision; Thence, following a southerly line of said Durham Park Section Three subdivision in a northeasterly direction, approximately 0.52 miles to a point being the most easterly corner of Lot 10, Block P, of said Durham Park Section Three subdivision, said point also being the most southerly corner of Lot 11, Block P, of said Durham Park Section Three subdivision; Thence, in a north northwesterly direction following an east line of said Durham Park Section Three subdivision, approximately 0.72 miles to a point, said point being the northeast corner of Lot 15, Block P, of said Durham Park Section Three subdivision, said point also being the northeast corner of said Durham Park Section Three subdivision, and said point also being the southeast corner of Lot 6, Durham Park Section Five, a subdivision of record in Cabinet C, Slide 134 of the Plat Records of Williamson County, Texas;

THENCE, following the south line of said Durham Park Section Five subdivision, approximately 0.46 miles to a point, said point being the southeast corner of Lot 4 of said Durham Park Section Five subdivision and said point also being the southeast corner of said Durham Park Section Five subdivision; Thence, following the east line of said Durham Park Section Five subdivision in a north northwesterly direction, approximately 0.23 miles to a point in the centerline of an unnamed tributary of the said South Fork San Gabriel River;

THENCE, leaving the east line of said Durham Park Section Five subdivision in a northeasterly direction and following the centerline of the meanders of said unnamed tributary approximately 0.47 miles to a point where said tributary intersects the centerline of said South Fork San Gabriel River;

THENCE, following the centerline of said South Fork San Gabriel River in a northeasterly direction, approximately 420 feet to a point;

THENCE, in a north northwesterly direction, at approximately 0.95 miles, pass the centerline of said State Highway 29, and continuing a total distance of approximately 1.35 miles, in all, to a point, said point being the northwest corner of that 34.46 acre tract more particularly described in a Warranty Deed to Hal Duncan Trussell and Phillip V. Trussell, in Volume 973, Page 428 of the Deed Records of Williamson County, Texas;

THENCE, in a northeasterly direction, following the north line of the said Hal Duncan Trussell and Phillip V. Trussell tract, approximately 0.31 miles to a point, said point being the northeast corner of said Trussell tract, said point also being the northwest corner of that certain 134.71 acre tract of land more particularly described in a Warranty Deed with Vendor's Lien to Dinah Beth Brothers in Document No. 2008063553 of the Official Public Records of Williamson County, Texas, and continuing along the north line of said Brothers tract, approximately 0.60 miles to a point, said point being the northeast corner of the said Brothers tract, said point also being the northwest corner of that certain 546.33 acre tract of land more particularly described in an Administrator's Specialty Warranty Deed to Butler Family Partnership, LTD in Document No. 2010087926 of the Official Public Records of Williamson County, Texas, and continuing along the north line of said Butler Family Partnership, LTD tract, approximately 0.46 miles to a point, said point being the northeast corner of the said Butler Family Partnership, LTD tract, said point also being the northwest corner of that certain 22.00 acre tract of land more particularly described in a Warranty Deed to Jack R. Campbell in Volume 1062, Page 562 of the Deed Records of Williamson County, Texas, and continuing along the north line of said Campbell tract, approximately 292 feet to a point on the south Right-of-Way line of the said City of Austin Capital Metro Rail Road, said point also being the northeast corner of the said Campbell tract, for the most northerly corner herein;

THENCE, in a southeasterly direction following the south Right-of-Way line of said City of Austin Capital Metro Rail Road, approximately 2.77 miles to the PLACE OF BEGINNING and containing approximately 13.5 square miles of land.

This document was prepared under 22 TAC 663.21, does not reflect the results of an on the ground survey, and is not to be used to convey or establish interests in real property except those rights and interests implied or established by the creation or reconfiguration of the boundary of the political subdivision for which it was prepared.

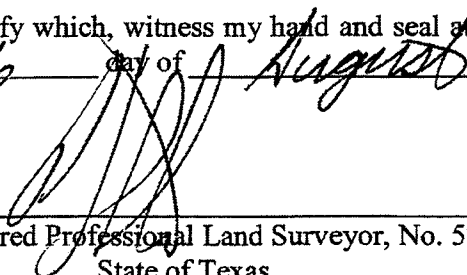
STATE OF TEXAS }

KNOW ALL MEN BY THESE PRESENTS:

COUNTY OF WILLIAMSON }

I, Patrick J. Stevens, Registered Professional Land Surveyor, do hereby certify that this survey was prepared under my personal supervision from various maps and other records and is intended to describe the boundaries of the area adequate for location by interested parties.

To certify which, witness my hand and seal at Georgetown, Williamson County, Texas, this the 16 day of August, 2011, A.D.



Registered Professional Land Surveyor, No. 5784
State of Texas

Patrick J. Stevens



Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

April 18, 2011

CERTIFIED MAIL 91 7108 2133 3935 2010 8947
RETURN RECEIPT REQUESTED

Mr. Joe Ed Canady, President
Liberty Hill Water Supply Corporation (WSC)
PO Box 95
Liberty Hill, Texas, 78642 - 0095

Re: Notice of Violation for the Comprehensive Compliance Evaluation Investigation at:
Liberty Hill WSC, 102 Grove St, Williamson County, Texas
RN100824739, TCEQ ID No.: 2460013, Investigation No. 901745

Dear Mr. Canady:

On January 31, 2011, Marcela G Woodall of the Texas Commission on Environmental Quality (TCEQ) Austin Regional Office conducted an investigation of the above-referenced regulated entity to evaluate compliance with applicable requirements for public water supply. Enclosed, at your request, is the complete investigation report, the Water Utility Database Information Sheet, and the latest system diagram. During the investigation, certain outstanding alleged violations were identified for which compliance documentation is required. Please submit to this office by **June 16, 2011** a written description of corrective action taken and the required documentation demonstrating that compliance has been achieved for each of the outstanding alleged violations.

In the listing of the alleged violation(s), we have cited applicable requirements, including TCEQ rules. Please note that both the rules themselves and the agency brochure entitled *Obtaining TCEQ Rules* (GI 032) are located on our agency website at <http://www.tceq.state.tx.us> for your reference. If you would like a hard copy of this brochure mailed to you, you may call and request one from either the Austin Regional Office at Phone #512- 339-2929 or the Central Office Publications Ordering Team at 512-239-0028. Copies of applicable federal regulations may be obtained by calling Environmental Protection Agency's Publications at 800-490-9198.

The TCEQ appreciates your assistance in this matter. Please note that the Legislature has granted TCEQ enforcement powers, which we may exercise to ensure compliance with environmental regulatory requirements. We anticipate that you will resolve the alleged violations as required in order to protect the State's environment. If you have additional

Mr. Canady, President
April 18, 2011
Page 2

information that we are unaware of, you have the opportunity to contest the violation(s) documented in this notice. Should you choose to do so, you must notify the Austin Regional Office within 10 days from the date of this letter. At that time, Mrs. Shea Cockrell will schedule a violation review meeting to be conducted. However, please be advised that if you decide to participate in the violation review process, the TCEQ may still require you to adhere to the compliance schedule included in the attached Summary of Investigation Findings until an official decision is made regarding the status of any or all of the contested violations.

If you or members of your staff have any questions, please feel free to contact Ms. Marcela G Woodall in the Austin Regional Office at (512)-339-2929.

Sincerely,

A handwritten signature in black ink, appearing to read 'Shea Cockrell', written over a horizontal line.

Shea Cockrell, Water Section Work Leader
Austin Regional Office

SC/mgw

Enclosures: Summary of Investigations

cc: Wendell McLeod, 102 Grove St, Liberty Hill, Texas, 78642-4352

Summary of Investigation Findings

LIBERTY HILL WSC

Investigation # 901745

Investigation Date: 01/31/2011

, WILLIAMSON COUNTY,

Additional ID(s): 2460013

OUTSTANDING ALLEGED VIOLATION(S) ASSOCIATED TO A NOTICE OF VIOLATION

Track No: 426197 Compliance Due Date: 06/16/2011
30 TAC Chapter 290.121

Alleged Violation:

Investigation: 901745

Comment Date: 3/4/2011

Failure by the regulated entity to develop and maintain an up to date system monitoring plan. The plan shall identify all bacteriological and chemical sampling locations, describe the sampling frequency, and specify the analytical procedures and laboratories to be used to comply with monitoring requirements. The completed plan must be retained at each water plant, and made available to agency personnel for review during succeeding sanitary surveys

Recommended Corrective Action: Submit documentation demonstrating that the system has compiled a complete Monitoring Plan, in accordance with §290.121. Specifically, the system did not have ANY monitoring plan for the system.

Track No: 426199 Compliance Due Date: 05/17/2011
30 TAC Chapter 290.42(l)

Alleged Violation:

Investigation: 901745

Comment Date: 3/4/2011

Failure to keep a copy of a thorough, up-to-date plant operations manual for operator review and reference.

Recommended Corrective Action: Compile and maintain a thorough plant operation manual for operator review/ reference. This manual should be of sufficient detail to provide the operator with routine maintenance /repair procedures, with protocols to be utilized in the event of a natural or man-made catastrophe, as well as provide telephone numbers of water system personnel, system officials, and local/state/federal agencies to be contacted in the event of an emergency.

Track No: 426201 Compliance Due Date: 05/01/2011
30 TAC Chapter 290.42(b)(5)

Alleged Violation:

Investigation: 901745

Comment Date: 3/4/2011

Failure to have all groundwater plant piping constructed to minimize leakage at the Pump Station #5, specifically the sample tap on Well #5 was leaking.

Recommended Corrective Action: Submit documentation which verifies that the groundwater plant piping, at Pump Station #5, is free of all leakage.

Track No: 426202 Compliance Due Date: 05/01/2011
30 TAC Chapter 290.43(c)(6)

Alleged Violation:

Investigation: 901745

Comment Date: 3/7/2011

Failure to ensure that any potable water storage tanks are thoroughly tight against leakage, or located above the groundwater table, or do not have any walls in common with any other plant units containing water in the process of treatment.

Recommended Corrective Action: Submit documentation which verifies that the potable water tank at Pump Station #3 was thoroughly tight against leakage. All associated appurtenances including valves, pipes, and fittings (sample tap) shall be tight against leakage.

Track No: 426203**Compliance Due Date:** 06/01/2011**30 TAC Chapter 290.42(e)(4)(B)****Alleged Violation:**

Investigation: 901745

Comment Date: 3/4/2011

Failure to keep housing for gas chlorination equipment and cylinders of chlorine in separate buildings/rooms with impervious walls or partitions separating all mechanical and electrical equipment from the chlorine facilities from any other facility.

Recommended Corrective Action: Submit documentation which verifies that the chlorine facilities have separate rooms/buildings with impervious walls or partitions separating all chlorine mechanical and electrical equipment from any other facility at the Pump Station # 1. Housing can be located above ground level as a measure of safety. Equipment and cylinders may be installed on the outside of the buildings, but only when protected from adverse weather conditions and vandalism.

Attachment 5.A.v
Explanation of Actions Taken to Correct Deficiencies
Listed in the TCEQ Inspection Letter Dated April 18, 2011

1. Alleged Violation: Failure by the regulated entity to develop and maintain an up to date system monitoring plan.

Corrective Action: A copy of the updated Monitoring Plan for the Liberty Hill Water Supply Corporation is attached. The updated plan has been submitted to the TCEQ Region 11 Office.

2. Alleged Violation: Failure to keep a copy of a thorough, up-to-date plant operations manual for operator review and reference.

Corrective Action: Copies of the Liberty Hill Water Supply Corporation O&M Manuals for Plant #1 and Plant #2 are attached. LHWSC is in process of compiling and maintaining a thorough plant operation manual for operator review and reference. The manual is expected to be completed on or before October 1, 2011.

3. Alleged Violation: Failure to have all groundwater plant piping constructed to minimize leakage at the Pump Station #5, specifically the sample tap on Well #5 was leaking.

Corrective Action: The sample tap valve (hose bib) on Well #5 has been replaced. A picture showing this repair is attached.

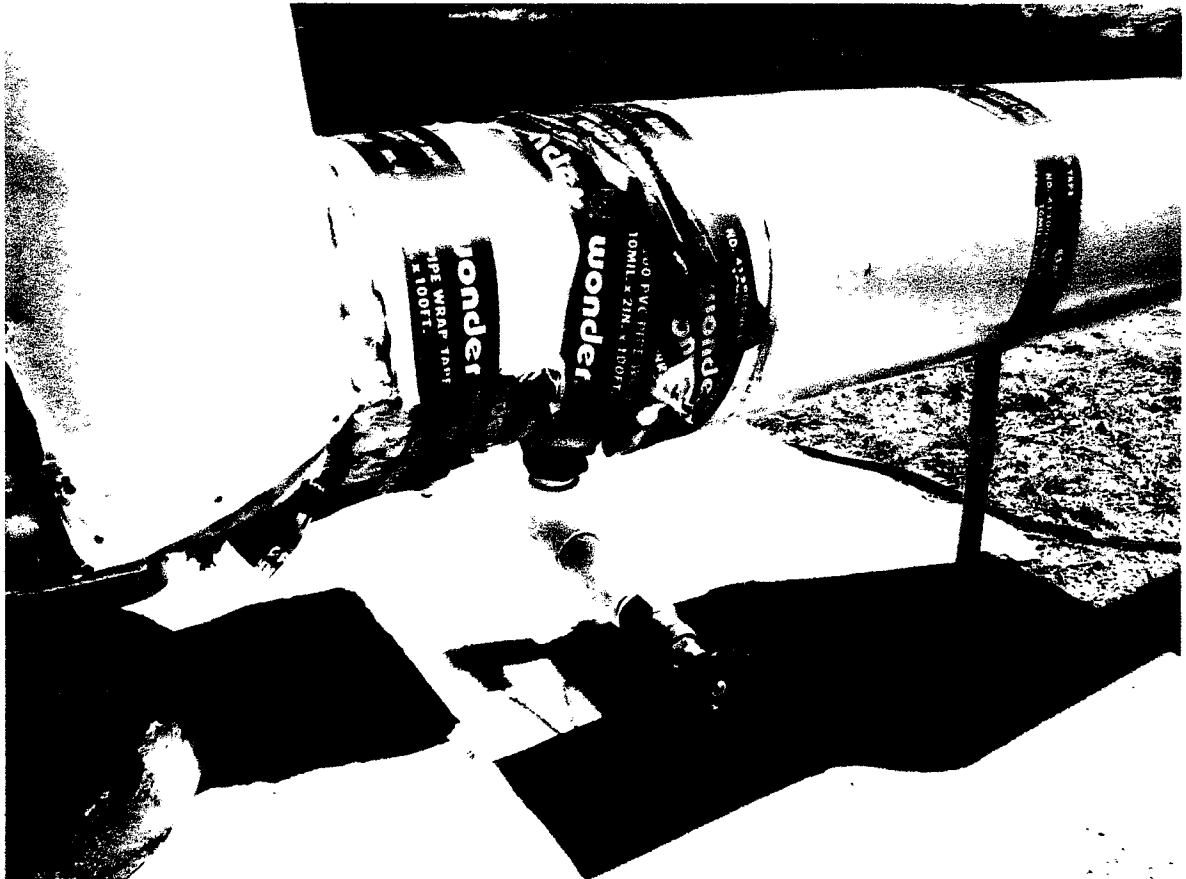
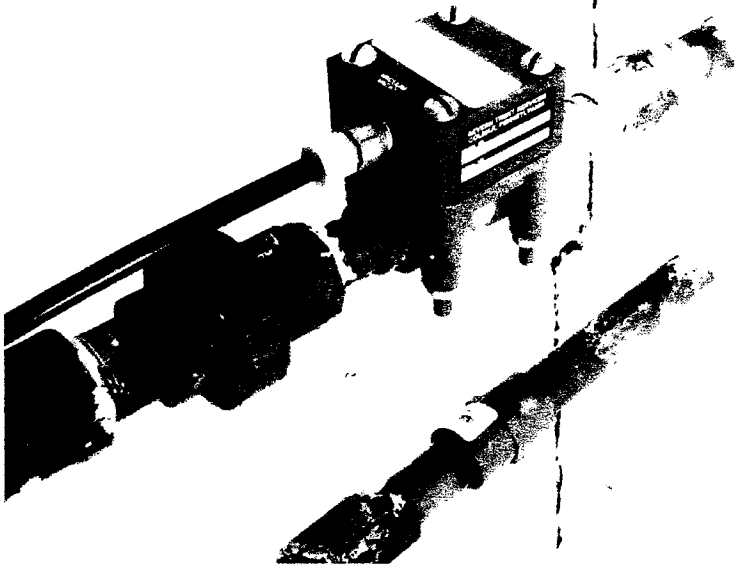
4. Alleged Violation: Failure to ensure that any potable water storage tanks are thoroughly tight against leakage, or located above the groundwater table, or do not have any walls in common with any other plant units containing water in the process of treatment.

Corrective Action: The sample tap valve (hose bib) on Pump Station #3 has been replaced. A picture showing this repair is attached.

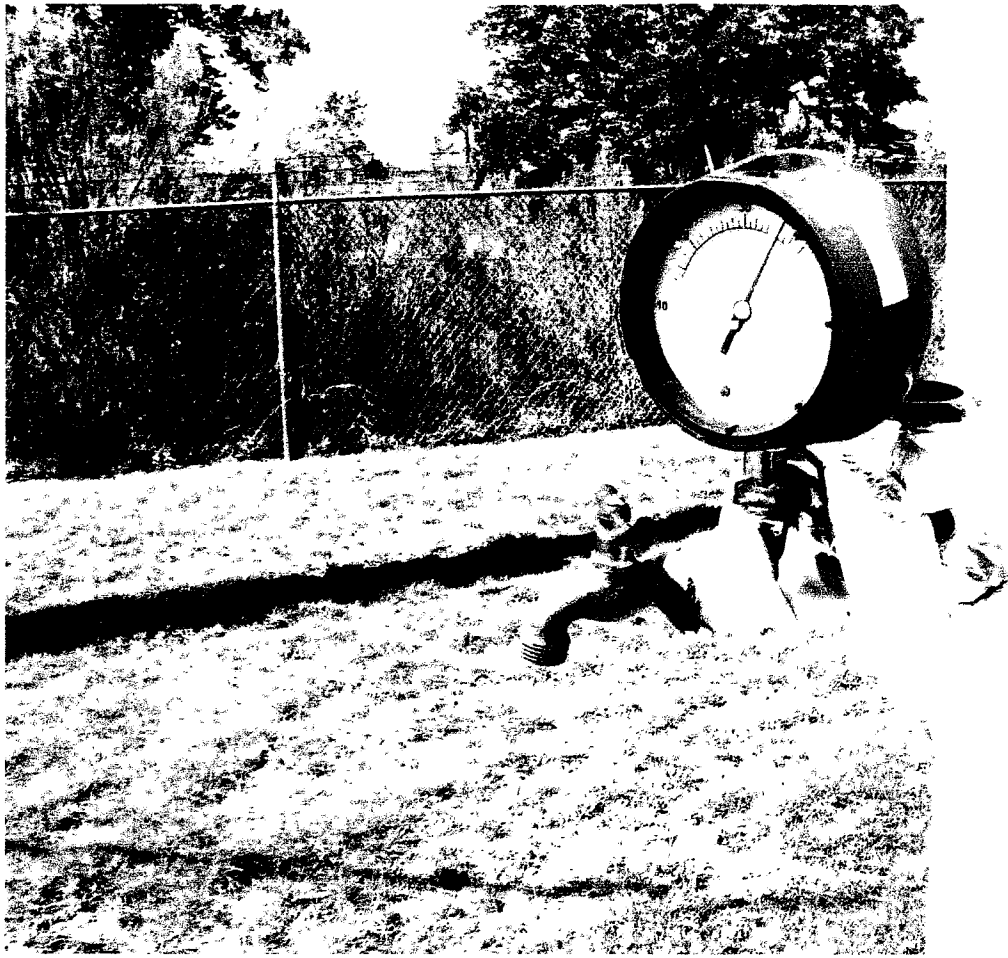
5. Alleged Violation: Failure to keep housing for gas chlorination equipment and cylinders of chlorine in separate buildings/rooms with impervious walls or partitions separating all mechanical and electrical equipment from the chlorine facilities from any other facility.

Corrective Action: The piping routing holes in the chlorine room wall have been sealed. A picture showing this repair is attached.

Plant No. 1



Plant No. 5



Plant No. 3

**Monitoring Plan for the
Liberty Hill Water Supply Corporation**

PWS ID #: 2460013

**Responsible Official: Tracy Wiggers
Water Supply Contact: Wendell McLeod,, Secretary-Treasurer
512-778-5977**

Date of Monitoring Plan: September 1, 2011

The Liberty Hill Water Supply Corporation owns and operates 5 wells and purchases treated groundwater from Chisholm Trail SUD. The system serves approximately 1,500 people, with 562 connections.

A. Raw Water Sampling

The Liberty Hill Water Supply Corporation has 5 wells: Well # 1, Well #2, Well #3, Well #4, and Well #5. We collect raw water samples from Well # 1 and Well #2 as required from TCEQ, due to the fact that there is no sanitary easement at these locations.

a. Frequency:

Raw water coliform samples from these two wells (#1 and #2) are collected once a month.

b. Location:

Samples are collected at the raw water sampling taps at both Well # 1 and Well #2. For Well #1, it is at the base of the elevated tank and for Well #2, it is from a hose bib inside the pump building.

c. Method:

Coliform samples are sent to this TCEQ-certified Lab:

City of Round Rock Environmental Services Laboratory
5200 N. IH-35 Round
Rock, TX 78664 Phone:
512-218-5561

d. Compliance:

The Liberty Hill Water Supply Corporation is in compliance with this monitoring requirement if samples are collected from each well every month.

B. In-Plant Sampling

We have no treatment other than chlorination. The type of chlorination used is gas chlorine.

C. Entry Point Sampling

Table 1. Groundwater Entry Points

Entry Point	Sample Site	Source	Plant Name
EP 001	Hose bibb at the base of the elevated tank	Trinity Hensley Aquifer	Well #1 (Tower)
EP 002	Hose bibb in pump station building	Trinity Hensley Aquifer	Well #2 (Carson Acres)
EP 003	Hose bibb at the base of the elevated tank	Trinity Hensley Aquifer	Well #3 (Jenks Branch)
EP 004	Hose bibb outside of the pump building	Trinity Hensley Aquifer	Well #4 (Stubblefield)
EP 005	Hose bibb in the wall of the ground storage tank	Trinity Hensley Aquifer	Well #5 (RR 1869)

1. Disinfectant Entering the Distribution System

This system uses free chlorine in the distribution system.

a. Frequency:

Chlorine residual is measured daily.

b. Location:

The residual for each entry point is measured at the applicable sampling site. (See Table 1. Groundwater Entry Points)

c. Method:

Hach model CN-66 Free Chlorine Tester Colored Disc/DPD is used

d. Compliance Calculations:

The system is in compliance if the free chlorine residual entering the distribution system is over 0.2 mg/L.

2. Organics, Inorganics, and Radiochemicals

a. Frequency:

The TCEQ's sampling contractor collects these samples.

b. Location:

The contaminant concentrations at each entry point are measured at the applicable sampling sites. (See Table 1. Ground Water Entry Points)

c. Method:

Samples will be sent to a certified lab by the TCEQ's sampling contractor.

d. Compliance Calculations:

If the concentrations of contaminants are reliably and consistently less than the regulatory maximum contaminant levels, the system is in compliance. The TCEQ will inform the system of violations.

3. Chlorine Dioxide

We do not use this chemical

4. Chlorite

We do not use Chlorine dioxide, so this requirement does not apply to us.

5. Bromate

We do not use ozone, so this requirement does not apply to us.

D. Distribution System Sampling

The main distribution system is the City of Liberty Hill.

Table 2. Coliform Sample Sites

Site No.	Address	Months Sampled for Coliform
A	113 Fallwell	Jan, March, May
B	1333 Loop 332	July, Sept, Nov
C	80 CR 279	Feb, April, June,
D	15611 W. Hwy 29	Aug, Oct, Dec

a. Frequency:

2 Samples are collected each month

b. Location:

Samples are collected at locations shown in Table 2.

c. Method:

Coliform samples are hand carried to:

City of Round Rock Environmental Services Laboratory
5200 N. IH-35
Round Rock, TX 78664
Phone: 512-218-5561

d. Compliance Calculations:

The system is in compliance if:

- no repeat samples are fecal or E coli positive,
- no repeat following a fecal or E. coli positive routine sample is positive for total coliform and
- no routine samples are total coliform positive and none of the repeats are fecal or E coil positive

LIBERTY HILL WATER SUPPLY CORPORATION

O & M Manual

Plant #1

Introduction & Facility Description

The design of the plant is a standard groundwater facility, which includes; a trinity aquifer well pumping into a ground storage tank, then suction by booster pumps that pump into the distribution system and a pressure tank, all of which is controlled by a Turner Control System. A well log is included as an appendix.

The plant is under the complete control of a Turner Controller. The Turner controller denotes the level in the ground storage tank with electrodes, therefore turning the well and chemical feed pumps on and off. The level of water into the ground storage tank is changed by moving the top two (2) electrodes. The fourth electrodes in the ground storage tank controls an automatic shut down of the booster pumps and compressor, allowing only the well to run. The third electrode allows the booster pumps and compressor to run again and bring the plant automatically back on line to normal operating pressures.

Capacity Listing

- 180 gpm, 150 hp well pump
- 75,000 gallon bolted steel storage tank
- Two 600 gpm service pumps
- 7000 gallon pressure tank
- ½ hp model 206 Quincy

Treatment Description

This plant has one treatment process, chlorination. Liquid Chlorine is added with a chemical feed pump. A free residual should be maintained between 1 and 1.5 mg/l at the plant. This will allow for residuals at the end of lines to be above state requirements. Settings for the chemical feed pump is included in section II.

Written Records & Reports Description

The storage tank level, system pressure, chlorine container level, well meter reading, distribution chlorine residual level, distribution flushing, and any leak or repair locations are all recorded in the daily log. An example daily log is in the Appendix.

Monthly information from the daily log is transferred to the TNRCC required monthly operating report.

A manager's report is prepared for each monthly board meeting. Each report details the following information: General system status including changes in meters, number of leaks, major repairs, number of customer complaints, any contact with TNRCC, difficulty with routine procedures such as bacteriological sampling, etc. An example report is included in the Appendix.

Safety Measures

- Chlorine and calcium hypochlorite are very corrosive. Do not handle with bare hands. If spilled on skin or clothing, flush area with water immediately.
- Do not directly inhale chlorine or calcium hypochlorite.
- Store chemicals out of direct natural light.

Public Relations Policy

Water system personnel shall adhere to high standards of public service that emphasize professionalism and courtesy. Employees are required to maintain good moral conduct, and to do their part in maintaining good relations with their supervisors and fellow employees, the customers and general public, and state regulators.

Procedure to follow on customer complaints is

- ✓ Be polite and professional when speaking to the customer
- ✓ Write down the specific complaint
- ✓ Follow up on the complaint as soon as possible and attempt to resolve or advise supervisor for reassignment of the complaint
- ✓ Advise the customer of the result or of the reassignment of the complaint and who to contact for information

Descriptions of Utility Operating Scheme

Booster pumps – The Turner Controller controls the booster pumps. They operate automatically depending upon the water level in the pressure tank. They alternate between both pumps during normal operations. Each pump can be manually operated at the Turner Controller.

Normal Operating Procedures

- 1) A visual check of premises for trash or litter and removal of trash or litter
- 2) A visual check of pumps, tanks, and other equipment or piping for leaks or problems

- 3) Record storage tank level and system pressure to daily

Water Treatment and Chemical Application Description

There is one (1) chemical feed pump. It is connected to the well motor starter; therefore if the water level drops below the second electrode from the top of the ground storage tank, the Turner Controller will start the well pump motor and the chemical feeder. Once the water level in the storage tank reaches the top electrode the controller will stop the well motor and the chemical feeder.

The only way the chemical feeders can be turned on manually is to turn the well on manually at the Turner Controller. This is done to prevent the chemical feed pump from injecting chemicals into the system if the well is not running.

Description of Sampling or Testing

- 1) Locate proper location to obtain the sample using the attached sample site pan
- 2) Obtain a prepared sterile container from the warehouse and drive to the appropriate site
- 3) Visually check the faucet to ensure the sampling point is sanitary. (no overhanging plants, insect nests, etc.)
- 4) Flush the service line by fully opening the faucet and allowing the water to run 2 minutes
- 5) Close the faucet and flame with a propane torch or alcohol burner
- 6) Opening the faucet to a pencil-sized stream, fill the prepared sample container

Emergency Response Information

- 1) Contact manager during any low pressure or water outage.
Manager, Wendell McLeod, home: 512-778-5046, cell: 512-844-????
- 2) Well or well pump problem:
Contact ?????? at State Approved Well Drillers, ???
- 3) Problem involving water outage more than two hours:
Contact office to notify manager, other operators and start process of notifying affected customers
- 4) Review attached flowchart to determine if boil water notice is necessary.
- 5) Outages lasting more than 8 hours require the contacting of TNRCC (when a boil water notice is necessary) and board members
- 6) TNRCC Region 99, John Smiley, 555-434-3333
- 7) President: Harold Word, home: 222-101-9090

Maintenance Information

Monthly

- 1) Test well production with watch to determine per minute production
- 2) Install one (1) shot of grease from grease gun to both booster pump motors

- 3) Check and tighten belt on air compressor if needed
- 4) Check oil level in compressor and add if needed
- 5) Check booster pump shaft seals and adjust if needed. Note: no more than one round on each side at any one time
- 6) Check and clean air filter on intake of air compressor
- 7) Perform tank maintenance as described in attached tank maintenance program

Line Flushing Procedures

- 1) Be prepared to review the map to determine valve locations
- 2) Isolate the section
- 3) Direct the flushing water carefully away from traffic and pedestrians
- 4) Open the hydrant fully for around five minutes. Leave open until water runs clear
- 5) Record the date, time, location, and main size on the daily log sheet
- 6) Collect two samples, the first two or three minutes after the hydrant is opened and another after the water turns clear. Check both samples for chlorine residual and visually for turbidity.
- 7) Close the valve slowly

LIBERTY HILL WATER SUPPLY CORPORATION

O & M Manual

Plant # 02

Introduction & Facility Description

The design of the plant is a standard groundwater facility, which includes; a trinity aquifer well pumping into a ground storage tank, then suction by booster pumps that pump into the distribution system and ~~a pressure tank~~, all of which is controlled by a ~~Turner~~ *SCADA* Control System. A well log is included as an appendix.

The SCADA SYSTEM
The plant is under the complete control of a ~~Turner Controller~~. The ~~Turner controller~~ denotes the level in the ground storage tank ~~with electrodes~~, therefore turning the well and chemical feed pumps on and off. The level of water into the ground storage tank is ~~changed by moving the top two (2) electrodes~~. *set by SCADA system also in 178/4 degrees* The fourth electrodes in the ground storage tank controls an automatic shut down of the booster pumps and compressor, allowing only the well to run. The third electrode allows the booster pumps and compressor to run again and bring the plant automatically back on line to normal operating pressures.

Capacity Listing

- ~~180 gpm, 150 hp well pump~~ *15 HP ~~submersible~~ pump*
- ~~75,000 gallon bolted steel storage tank~~ *150,000*
- Two ~~600~~ *700* gpm service pumps
- ~~7000 gallon pressure tank~~
- ~~1/2 hp model 206 Quincy~~

Treatment Description

This plant has one treatment process, chlorination. *GAS* ~~Liquid~~ Chlorine is added with a ~~chemical feed pump~~ *GAS CHLORINATOR*. A free residual should be maintained between 1 and 1.5 mg/l at the plant. This will allow for residuals at the end of lines to be above state requirements. Settings for the chemical feed pump is included in section II.

Written Records & Reports Description