

Filing Receipt

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Baffin Bay Water Supply Corporation

Mailing Address: 708 South FM 1546 • Riviera, TX 78379 Physical Address: 870 East FM 772, Riviera, Texas 78379

Office 361-297-5253 Fax: 361-297-5355 NEW E-MAIL: <u>baffinbaywsc@gmail.com</u>

August 25, 2025

Public Utility Commission of Texas Central Records 1701 N Congress PO Box 13326 Austin, Texas 78711-3326

Re: Tariff

Tariff Filing for Baffin Bay Water Supply Corporation, CCN No. 11016 in

Kleberg County

Dear Tariff Clerk:

Pursuant to Texas Water Code Section 13.136(c) and 16 TAC Section 24.21(j), enclosed is the tariff for Baffin Bay Water Supply Corporation included all updated rates approved by the Board of Directors on June 12, 2025 and effective as of the October 2025 billing. This Tariff is provided for informational purposes. The tariff was revised and then adopted in its entirety by the Board of Directors of Baffin Bay Water Supply Corporation at its regular monthly meeting on August 14, 2025. Therefore, please replace the previously submitted tariff and any revisions thereafter with this new tariff.

Sincerely,

Glynn Merritt, President of Board of Directors

Baffin Bay Water Supply Corporation

Tariff for
Baffin Bay Water
Supply Corporation
Approved in Entirety
At Board of Directors' Meeting
On August 14, 2025

Baffin Bay Water Supply Corporation 708 South FM 1546 Riviera, Texas 78379 361-297-5253

EMAIL: <u>baffinbaywsc@gmail.com</u>
Website: baffinbaywsc.com

This Tariff will remain the property of Baffin Bay Water Supply Corporation Reproduction by any party is prohibited.

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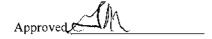
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SECTION A. RESOLUTIONS

THE BOARD OF DIRECTORS OF BAFFIN BAY WATER SUPPLY CORPORATION ESTABLISHES THAT:

- 1. This Tariff of the Baffin Bay Water Supply Corporation, serving in Kleberg County consisting of Sections A. through K. and forms inclusive, is adopted and enacted as the current regulations and policies effective as of August 14, 2025.
- 2. Only those preexisting written contracts or agreements executed by the present or previous Board of Directors shall remain in effect, unless the contract or agreement requires compliance with changes of the tariff from time to time.
- 3. The adoption (or revisions) of this tariff does not prohibit or limit the Corporation from enforcing previous penalties or assessments from before the current effective date.
- 4. An official copy of this and all policies or records shall be available during regular office hours of the Corporation. The Secretary of the Corporation shall maintain the original copy as approved and all previous copies for exhibit.
- 5. Rules and regulations of state or federal agencies having jurisdiction shall supersede any terms of this policy. If any section, paragraph, sentence, clause, phrase, word, or words of this policy are declared unconstitutional or invalid for any purpose, the remainder of this policy shall not be affected.
- 6. This tariff has been revised and adopted in compliance with the Open Meeting Act, Chapter 551 of the Texas Government Code.

PASSED and APPROVED this 14th day of August, 2025.

President, Baffin Bay Water Supply Corporation

SEAL

ATTEST:

Secretary, Baffin Bay Water Supply Corporation

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SECTION B. STATEMENTS

- 1. *Organization.* The Baffin Bay Water Supply Corporation ("Corporation") is a member-owned, non-profit corporation incorporated pursuant to the Texas Water Code Chapter 67, and the provisions of the Texas Business Organizations Code applicable to member owned member controlled non-profit corporations for the purpose of furnishing potable water and or sewer utility service. Corporation operating policies, rates, and regulations are adopted by the Board of Directors elected by the Members of the Corporation.
- 2. **Non-Discrimination Policy.** Membership in the Corporation and service is provided to all Applicants who comply with the provisions of this Tariff regardless of race, creed, color, national origin, sex, disability, or marital status.
- 3. *Policy and Rule Application*. These policies, rules, and regulations apply to the water services provided by the Corporation. Failure on the part of the Member, Consumer, or Applicant to observe these policies, rules and regulations gives the Corporation the authority to deny or discontinue service according to the terms of this Tariff as amended from time to time by the Board of Directors of the Corporation.
- 4. *Corporation Bylaws*. The Corporation Members have adopted bylaws which establish the makeup of the Board of Directors and other important regulations of the Corporation. The bylaws are on file at the Corporation's office.
- 5. Fire Protection Responsibility. The Corporation does not provide nor imply that fire protection is available throughout the distribution system. All flush hydrants or flush valves are for the operation and maintenance of the system. Firefighting hoses may never be directly hooked up to a flush hydrant to suppress a fire. The fire department should contact the Corporation in the event that water is needed for firefighting purposes.
- 6. **Damage Liability.** The Corporation is not liable for damages caused by service interruptions, events beyond its control, and for normal system failures. The limits of liability of the Corporation are the extent of the cost of service provided. By acceptance of Membership, Member consents to waiver of such liability.
- 7. Information Disclosure. The records of the Corporation shall be kept in the Corporation office in Riviera, Texas. All information collected, assembled, or maintained by or for the Corporation shall be disclosed to the public in accordance with the Texas Public Information Act. In no event and under no circumstances shall the Corporation disclose the Social Security Number of any member or customer to any person other than an employee of the Corporation. Chapter 182, Subchapter B of the Texas Utilities Code makes confidential a water utility customer's address, telephone number, account records, and information relating to the volume or units of utility usage, or the amounts billed to or collected from the individual for utility usage. However, an individual customer may request in writing that this information be released upon request. The Corporation shall give its applicants and customers notice of their right to request disclosure of this information under this policy. The confidentiality provision in Chapter 182, Subchapter B of the Texas Utilities Code does not prohibit the utility from disclosing this information to an official or employee of the state or a political subdivision of the state acting in an official capacity or an employee of the Corporation acting in connection with

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the employee's duties. Further, such confidentiality does not prohibit the Corporation from disclosing the name and address of each member entitled to vote on a list to be made available to the Corporation's voting members, or their agents or attorneys, in connection with a meeting of the Corporation's members.

- 8. Customer Notice of Rate Change. The Corporation will give written notice of monthly rate changes by mail, hand delivery, or email to all consumers at least 30 days prior to the effective date of the new rate. The notice shall contain the old rates, new rates, effective date of the new rate, date of Board authorization, and the name and phone number of the Corporation's contact person designated to address inquiries about the rate change.
- 9. Grievance Procedures. Any Member of the Corporation or individual demonstrating an interest under the policies of this Tariff in becoming a Member of the Corporation shall have an opportunity to voice concerns or grievances to the Corporation by the following means and procedures:
- a. By presentation of concerns to the Corporation's manager or authorized staff member. If not resolved to the satisfaction of the aggrieved party, then,
- b. By presenting a letter to the Board of Directors stating the individual's grievance or concern and the desired result.
- c. The Board of Directors shall respond to the complaint by communicating the Board's decision in writing.
- d. Any charges or fees contested as a part of the complaint in review by the Corporation under this policy shall be suspended until a satisfactory review and final decision has been made by the Board of Directors.
- 10. Customer Service Inspections. The Corporation requires that a customer service inspection certification be completed prior to providing continuous water service to new construction and for all new members as part of the activation of standard and some non-standard service. Customer service inspections are also required on any existing service when the Corporation has reason to believe that cross-connections or other potential contaminant hazards exist, or after any material improvement, correction or addition to the members' water distribution facilities. This inspection is limited to the identification and prevention of cross connections, potential contaminant hazards and illegal lead materials. (30 TAC 290.46(j)) (See Tariff Section G. 20.)
- 11. Submetering Responsibility. Sub-metering and non-submetering by Master Metered Accounts may be allowed in the Corporation's water distribution system provided the Master Metered Account customer complies with the Public Utility Commission, Chapter 24, Subchapter I rules pertaining to Submetering. The Corporation has no jurisdiction or responsibility to the tenants; tenants receiving water under a Master Metered Account are not considered customers of the Corporation. Any interruption or impairment of water service to the tenants is the responsibility of the Master Metered Account Customer. Any complaints regarding sub-metering should be directed to the Public Utility Commission.
- 12. **Prohibition Against Resale of Water.** The meter connection is for the sole use of the Member or customer and is to provide service to only one (1) dwelling or one (1) business. Extension of pipe(s) to share or resell water to any other persons, dwellings, businesses, or property, etc., is prohibited.

SECTION C. DEFINITIONS

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

Applicant – A person, partnership, cooperative corporation, corporation, agency, public or private organization of any type applying for service with the Baffin Bay Water Supply Corporation. A person must have reached age of majority (18) in Texas to apply for service. (Section 129.001, Civil Practice & Remedies Code)

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

BBWSC- Baffin Bay Water Supply Corporation

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

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

Capital Improvement Fee (Also known as Front End Capital Contribution)—A one-time non-refundable fee assessed to each new Member which may be used for acquisition of sites, easements, rights-of-way, or improvements thereon and appurtenances thereto, construction, and initial equipment, reconstruction, demolition, or major alterations of new or presently owned capital assets. (See Tariff Section G. 5)

Certificate of Convenience and Necessity (CCN) – The authorization granted under Chapter 13 Subchapter G of the Texas Water Code for Baffin Bay Water Supply Corporation to provide water and/or sewer utility service within a defined territory. Baffin Bay Water Supply Corporation has been issued Certificate Number 11016. Territory defined in the CCN shall be the Certificated Service Area. (See Tariff Section D. Certificated Service Area Map)

Corporation – The Baffin Bay Water Supply Corporation (BBWSC), 708 South FM 1546, Riviera, Texas 78379, Office Phone Number: 361-297-5253 (See Tariff Section B. 1.).

Debt Owed to Corporation-All debts accrued by an individual customer that shall include but not be limited to past due bills from the current or other /former service location(s) of the customer, deferred payment agreements, fees and penalties incurred in accordance with this Tariff, disconnect/reconnect fees, Corporation assessments, and any other monetary amount accrued and owed to the Corporation.

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

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

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

Extreme Weather Emergency -A period beginning when the previous day's highest temperature recorded for the Corporation's service area did not exceed 28 degrees Fahrenheit and the temperature is predicted to remain at or below that level for the next 24 hours according to the nearest National Weather Service reports for that area. An extreme weather emergency is over on the second business day the temperature exceeds 28 degrees Fahrenheit [as defined in 16 TAC 24.173(b)(2)].

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

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

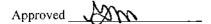
Indication of Interest Fee – A fee paid by a potential Member of the Corporation for the purpose of determining the feasibility of a construction and /or expansion project. The Indication of Interest Fee may be converted to a Membership Fee upon determination that service to the Applicant is feasible and available. This also applies to applicants applying for or receiving Temporary Service. (Tariff Section E. 11 b., and Sample Application Packet - USDA RUS-TX Bulletin 1780-9)

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

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

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

Membership Fee – A fee qualified as such under the terms of the Tariff and the bylaws of the Corporation assigned to the real estate designated to receive service. The Membership Fee will not be refunded upon termination of service and Membership. The Membership Fee cannot be more than 12 times the minimum monthly Base Rate. (30 TAC Section 291.3(26) Definitions, Texas Water Code



Section 13.043(g))

Meter Test Fee – A fee assessed by the Corporation upon written request of the Member for testing the accuracy of the meter.

Nonstandard Service – The definition of Nonstandard Service is set forth in Section E. 2. B and Section F. 2. of this Tariff.

Proof of Ownership – For the purpose of this tariff, applicants for service and membership shall provide proof of ownership of the real estate to be served by deed of trust, warranty deed, or other executed, filed and recorded documentation satisfactory to the Corporation. (Texas Water Code, Title 3, Chapter 12, Section 12.001 and 12.0011).

Public Utilities Commission of Texas (PUC)- The Public Utilities Commission of Texas now has responsibility for these programs: the sale, transfer, and merger program for water utilities; the water utility rate program; and the certificate of convenience and necessity program.

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

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

Re-Service – Providing service to an Applicant at a location for which service previously existed and where there is an existing setting for a meter. Costs of such re-servicing shall be based on justifiable expenses in connection with such re-servicing. (See Tariff Section E. 6. b.)

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

Service Investigation Fee – A fee for costs associated with determining if service is available and determining cost of service. (See Tariff Sections F. 3. c., F. 4. b, and G. 1.)

Service Unit – The base unit of service used in facilities design and rate making. For the purpose of this Tariff, a service unit is a 5/8" X 3/4" water meter. (See Tariff Section G. 7. a. and Section K. Miscellaneous).

Standard Service - The definition of Standard Service is set forth in Section E. 2. a. of this Tariff.

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

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



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

Tap Fee – All current labor and materials necessary to provide individual metered water service.

Tariff – The operating policies, service rules, service extension policy, service rates, water use restriction policies, sample application packet, and miscellaneous transaction forms adopted by the Board of Directors. A copy of this Board approved tariff is on file at the Corporation office and as required by law, at the State office of the Public Utility Commission.

Temporary Service – The classification assigned an applicant that is in the process of construction. This could also apply to service for uses other than permanent (agricultural, road construction, drilling, livestock, etc.). The Board will set the length of time associated with this classification. This classification will change to permanent service after requirements in Tariff Section E. 1, E. 2, E. 3, and E. 6 are met.

Texas Commission on Environmental Quality (TCEQ) – State regulatory agency having jurisdiction over drinking water, water supply, and water quality issues for Nonprofit Water and Sewer Service Corporations.

Transfer Fee – A fee assessed by the Corporation for costs associated with transferring Membership. (See Tariff Section E. 9. c., Section G. 18., Section I. Transfer Form, and Texas Water Code Section 67.016.)

Transferee – An Applicant receiving a Baffin Bay Water Supply Corporation Membership by legal means from a person or entity desiring to forfeit and transfer current rights of Membership to another person or entity. (See Tariff Section E. 9. c., Section I Sample Application Packet-Transfer Form, and Texas Water Code Section 67.016)

Transferor – A Member who transfers Membership by legal means to another person or entity desiring to qualify for service at a property for which the Membership is currently issued or to the Corporation. (See Tariff Section E. 9. C., Section I Sample Application Packet-Transfer Form, and Texas Water Code, Section 67.016)

Usage – Amount billed or to be collected based on the actual meter reading or estimated usage.

- Actual usage—Amount billed or to be collected based on actual meter reading
- Estimated usage—Amount billed or to be collected based on either the Member's historical average usage for the prior months (average of last 3 months) or for the same month of the prior year where date is available

Water Conservation Penalty – A penalty that may be assessed under Section H of this Tariff to enforce Member/customer water conservation practices during drought contingency or emergency water demand circumstances. (Texas Water Code Section 67.011 (b) and Section H. 7.).

SECTION D. GEOGRAPHIC AREA SERVED CERTIFICATE OF CONVENIENCE AND NECESSITY



TEXAS WATER COMMISSION



DOCKET NO. 6710

IN THE MATTER OF THE	§	
APPLICATION OF BAFFIN BAY	§	BEFORE THE
WATER SUPPLY CORPORATION	§	
TO AMEND WATER CERTIFICATE	\$	TEXAS WATER COMMISSION
OF CONVENIENCE AND NECESSITY	\$	
IN KLEBERG COUNTY, TEXAS	§	

ORDER

On August 18 , 1987, the Texas Water Commission pursuant to Chapter 13 of the Texas Water Code considered the application of Baffin Bay Water Supply Corporation to amend its water certificate of convenience and necessity in Kleberg County, Texas. After considering the evidence, the Commission makes the following Findings of Fact and Conclusions of Law:

FINDINGS OF FACT

- 1. On January 28, 1986, Baffin Bay Water Supply Corporation filed an application to amend Certificate of Convenience and Necessity No. 11016 with the Public Utility Commission of Texas.
- 2. Baffin Bay Water Supply Corporation (WSC) was granted Certificate of Convenience and Necessity No. 11016 on November 1, 1979. This application is to amend Certificate of Convenience and Necessity No. 11016 by increasing Baffin Bay Water Supply Corporation's service area. Baffin Bay Water Supply Corporation is located about 18 miles southeast of Kingsville, Texas, in south central Kleberg County, Texas. Baffin Bay Water Supply Corporation was serving approximately 244 residential connections. Baffin Bay Water Supply Corporation's proposed service area is bounded by a county road and Jaboncillos Creek on the north, Cayo Del Grullo on the east, Laguna Salada and Olmos Creek on the south and a county road on the west. Ricardo Water Supply Corporation lies just to the north and northwest of the proposed amended service area. On September 16, 1986, an amendment to the application was received. Baffin Bay Water Supply Corporation submitted an amended proposed service area map which, although the proposed boundary was not changed, an area of approximately one square mile within the proposed service area was excluded. This excluded area is currently served and will continue to be served by another water system. The excluded area is located entirely within the proposed

service area, near the southwest corner and is bounded by a county road on the east and crossed laterally by Farm Road 771. Baffin Bay Water Supply Corporation's water tariff (W-29-9) was accepted on February 29, 1979, and is in the Commission files. Baffin Bay Water Supply Corporation began operation in 1976.

- 1. The applicant's notice of intent to provide service was published on February 12 and February 19, 1986, in the <u>Kingsville Record</u>, a newspaper regularly published and circulated in Kleberg County, Texas.
- 2. The applicant mailed notice to all entities which provide the same utility service within 2 miles of the requested service area.
- 3. No person has requested a public hearing on the application.
- 4. In determining whether to grant the application, the Commission has considered the criteria set forth in \$13.246(c), Texas Water Code.
- 5. The Water Utilities Division of the Commission has reviewed the application, and based on this review, the Executive Director recommends that Baffin Bay Water Supply Corporation's certificate of convenience and necessity be amended to include water service to the area as platted on Map No. 6710(a) and located on Texas Water Commission map WRS-137 maintained by Central Records.
- 6. There is no evidence to demonstrate that granting the application of Baffin Bay Water Supply Corporation will have any adverse impact on the holder of the certificate or on any public utility providing water service in the proximate area or on community values, recreational and park areas, historical and aesthetic values, environmental integrity or on the cost or quality of providing service to consumers in the service area.

CONCLUSIONS OF LAW

- 1. Notice of the application was given in accordance with V.A.T.S., Article 1446c, §54(a) and 16 TAC 21.24.
- 2. Jurisdiction over this matter was transferred from the Public Utility Commission to the Texas Water Commission effective March 1, 1986.
- 3. The Commission has jurisdiction to consider the application under Chapter 13 of the Texas Water Code.
- 4. Applicable requirements of the Texas Water Code and the rules of the Texas Water Commission, the Public Utility Regulatory

Act, and the Rules of Practice and Procedure of the Public Utility Commission have been followed in issuing this certificate.

1. A certificate is necessary for the service, accommodation, convenience or safety of the public.

NOW, THEREFORE, BE IT ORDERED BY THE TEXAS WATER COMMISSION that amended Certificate of Convenience and Necessity No. 11016 be granted to Baffin Bay Water Supply Corporation in accordance with the terms and conditions set forth herein.

BE IT FURTHER ORDERED that Baffin Bay Water Supply Corporation shall serve every customer within the area certified under Certificate of Convenience and Necessity No. 11016 and that such service shall be continuous and adequate.

BE IT FURTHER PROVIDED that in considering the adequacy of existing service under §13.246(c) of the Texas Water Code, the Commission makes no finding whether existing service is adequate and in compliance with Commission standards; rather, the Commission has determined only that amendment of the certificate is not rendered contrary to the public convenience and necessity because of the quality of existing service.

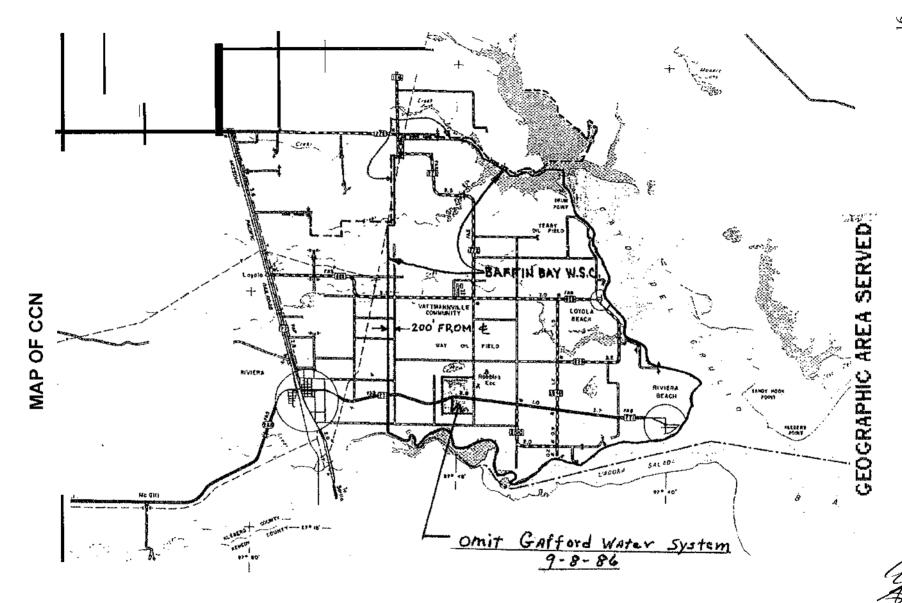
Signed this the 18th day of August 1987.

TEXAS WATER COMMISSION

ATTEST:

Mary Ann Hefner, Chref Clerk

John O. Houchins, Commissioner



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SECTION E. SERVICE RULES AND REGULATIONS

- 1. Service Entitlement. The Applicant(s) shall be considered qualified and entitled to water utility service when proper application has been made, terms and conditions of Service and Membership have been met and continue to be met, and all fees have been paid as prescribed. (16 TAC 24.161(a)).
- 2. Service Location and Classification. For the purposes of this Tariff, service requested by the Applicant(s) shall be for real estate designated to receive the service provided by the Corporation. Service shall be through a meter tap located on that designated real estate unless otherwise approved by the board. Service shall be divided into the following two classes:
 - a. **Standard Service** is defined as service on a specific property designated to receive service on an existing pipeline where pipeline or service facility extensions are not required and special design and/or engineering considerations are not necessary. Typically, this would include 3/4" sized water meter services set on existing pipelines, pressure collection facilities installed or connected to collection lines no more than five feet in depth.
 - b. **Non-Standard Service** is defined as any service request which requires a larger meter service, service to a Master Metered Account (see E. 7. of this section), or an addition to the supply, storage and/or distribution/collection system. The service requirements as prescribed by Section F of this Tariff shall be required of the Non-Standard Service Applicant prior to providing service.
- 3. Service Requirements. The Corporation's Service Application and Agreement Form shall be completed in full and signed by the Applicant(s). Where applicable, in addition to the applicant, any other person sharing an ownership interest in and receiving service at that property shall sign the Service Application and Agreement Form; however, even if the spouse or other person sharing an ownership interest does not sign the Service Application and Agreement Form, they are still responsible for all terms set forth therein, and for any debt obligation related to the account. (See Sample Application RUS-TX Bulletin 1780-9.
 - a. A Right-of-Way Easement Form, Sanitary Control Easement, or other such easement form, required by the Corporation, must be completed by the Applicant for the purpose of allowing future facility additions. (See Sample Application RUS-TX Bulletin 1780-9 (Rev. 01/09), 30 TAC 290.47 Appendix B.) NOTE: This requirement may be delayed for Non-Standard Service requests.
 - b. The Applicant shall provide proof of ownership to property for which service has been requested in a manner acceptable to the Corporation. Proof of ownership shall consist of warranty deed, deed of trust or other recordable documentation of title to the real estate designated to receive service. (Texas Water Code Sections 67.016 (d), and 13.002 (11)). See also Uniform Partition of Heirs Property Act, Property Code Chapter 23A).
 - c. On the request by the property owner or owner's authorized agent, the Corporation shall install individual meters owned by the Corporation in an apartment house, manufactured home rental community, multiple use facility, or condominium on which construction begins after January 1, 2003, unless the Corporation determines that installation of individual meters is not feasible. If the Corporation determines that installation of meters is not feasible, the property owner or manager shall install a plumbing system that is compatible with the installation of master meters. The Corporation shall be entitled to the payment of costs, including the costs of master meter installations, as provided in Section G. The cost of master meter installation shall be prepaid by the property owner as well as the cost of any additional facilities or supply occasioned by the total water service demand represented by

- full occupancy of the property, as determined under applicable provisions of Section F. It shall be the responsibility of the property owner to obtain the memberships required for each individual meter.
- d. Notice of application approval and costs of service determined by the Corporation shall be presented to the Applicant in writing and shall remain in effect for a period not to exceed thirty (30) days. After that time the Applicant must re-apply for service. (16 TAC 24.153 (a)(1)). In the event the Corporation refuses to serve an Applicant under the provisions of the aforementioned rules, the Corporation must notify the applicant, in writing, on the basis of its refusal. The Applicant may file for an appeal, in writing, with the Board of Directors of the Corporation.
- e. If the water main has been located in the public right-of-way and is adjacent to Applicant's property due to the current or previous landowner's refusal to grant easement to the Corporation for the purpose of installing the water main and appurtenances, and the Corporation has documentation of such refusal, the Applicant, prior to receiving the requested service, shall grant easement(s) required under this Tariff and in addition to the normally required fees for new customer service, shall pay such sums as are reasonably necessary to cap the existing line in the ROW and construct the appropriate line or lines within that easement for the Corporation's system-wide service. (see Section J, Miscellaneous Transaction Forms).
- f. The Corporation shall provide to each service applicant or transferee a copy of the Disclosure of Personal Information Request Form. (See Section J, Miscellaneous Transaction Forms.)
- **4.** *Line Extension Reimbursement.* An approved Applicant may have to pay on a prorated basis a line reimbursement fee to the Corporation for the purpose of reimbursing a member or other party that made the capital outlay to extend service to that area. (See Miscellaneous Transaction Forms)
- 5. Ownership of Equipment. All water meters, equipment, and materials required to provide water to the point of customer connection; water meter or service tap, is the property of the Corporation upon installation, and shall be maintained by the water system only.
- **6.** Activation of Standard Service. Before receiving service, applicants must comply with all the following requirements, as applicable:
 - a. New Tap The Corporation shall charge a non-refundable service installation fee as required under Section G of this tariff. The service installation fee shall be quoted in writing to the Applicant. Any debt owed to the Corporation and all fees shall be paid prior to installation. (30 TAC 291.86 (a)(1)(A))
 - b. **Re-Service** On property where service previously existed, the Corporation shall charge the Membership Fee (where the account was terminated or forfeited), reconnection costs, any debt owed to the Corporation if the applicant is the person that previously incurred those charges, reservice fee, and other applicable costs necessary to restore service.
 - c. **Performance of Work** All tap and equipment installations specified by the Corporation shall be completed by the Corporation staff or designated representative after all application requirements have been met. The tap for a standard service request shall be completed within five (5) working days whenever practicable, but not later than 10 working days. This time may be extended for installation of equipment for Non-Standard Service Request. (See Section F)
 - d. Inspection of Customer Service Facilities The property of the Applicant/Member shall be inspected to ensure compliance with state required Minimum Acceptable Operating Practices for Public Drinking Water Systems as promulgated by the Texas Commission on Environmental Quality or successor agency. The customer must, at his or her expense, properly install, inspect,

test, maintain and provide all required documentation of any approved backflow prevention device required by the Corporation. (30 TAC 290.46(j); Section I Service Application and Agreement)

- 7. Activation of Non-Standard Service. Activation of Non-Standard Service shall be conducted as prescribed by terms of Section F of this Tariff.
- 8. Changes in Service Classification. If at any time the Corporation determines that the customer service needs changed from those originally applied for to a different service classification and the Corporation determines that additional or different facilities are necessary to provide adequate service, the Corporation shall require the Applicant/Member to re-apply for service under the terms and conditions of this Tariff. Applicant/Members failing to comply with this provision shall be subject to the Disconnection with Notice Provisions of this Tariff, Section E .18. a.

9. Membership.

- a. **Eligibility** Eligibility for Membership shall not guarantee service to the Applicant or Transferee; however, qualification for service is a prerequisite to Membership eligibility for new Applicants or continued Membership for Transferees.
- b. Membership Upon qualification for service, qualification for Membership, payment of the required fees, and any debt owed to the Corporation, the Corporation shall certify the Applicant as a Member. The Membership shall entitle the Member to one (1) connection to the Corporation's water utility service and one (1) share of Corporation Stock. The Membership entitles the Member to one (1) vote in the election of directors and in such other matters requiring the approval of the Corporation's Members at any Annual or Special Membership Meeting of the Corporation as prescribed by the Corporation Bylaws. Ownership of more than one (1) Membership shall not authorize the Member to cast more than one (1) vote at any annual or special meeting. Each Membership and Stock thereby represented may be assigned to the specified parcel of land originally designated to receive service at the time of application. (Texas Water Code Section 67.016) NOTE (1): In the event that the Corporation is conducting a potential Members survey for indications of interest in future service for the purpose of determining the feasibility of an initial construction or expansion project under RUS guidelines (see Sample Application Packet), regular application procedures may be modified. An Indication of Interest Fee may be required prior to qualifications for receipt of service by the Applicant but shall only be used or applied as a Membership Fee for Membership purposes (upon issuance of a Membership) if service is ultimately received or reserved by the Applicant as a result of the planned project facilities. If service is not provided within the scope of this project, Indication of Interest Fees shall be refunded, less expenses, within sixty (60) days of the loan closing with the Rural Utilities Service. NOTE (2): In the event the applicant is in the process of construction, the Membership will be considered TEMPORARY until such time as the final Customer Service Inspection is completed and the forms are returned as required. (See Section C Definitions, Section E 1. Service Entitlement, G. 20, and Section J. CSI Certificate)
- c. Transfers of Membership. (Texas Water Code Section 67.016)
 - 1) A Member or executor of estate (court order or other legal instrument) is entitled to transfer Membership in the Corporation only under the following circumstances:
 - (a) The Membership is transferred by will to a person related to the Transferor within the second degree by consanguinity; or
 - (b) The Membership is transferred without compensation to a person related to the

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- Transferor within the second degree by consanguinity; or
- (c) The Membership is transferred without compensation or by sale to the Corporation; or
- (d) The Membership is transferred as a part of the conveyance of real estate from which the Membership arose.
- 2) In the event that Membership is transferred pursuant to the provisions of Subsection 9 c. (1) of this Section, such transfer shall not be completed or recorded on the books and records of the Corporation until such time as the transferor has provided satisfactory evidence to the Corporation of such transfer. A transfer of Membership shall be considered a new application for service and is not binding on the Corporation until such transfer has been approved as provided by E. 9. c. (3) of this Section.
- 3) Qualifications for service upon transfer of Membership set forth in E. 9. C. (1) & (2) shall be subject to approval of the Corporation and shall be recorded on the books and records of the Corporation only upon the following terms and conditions:
 - (a) The Transferee has completed the required Application Packet including granting the Corporation with a private utility easement on the form provided by the Corporation;
 - (b) The membership has not been fully or partially liquidated; and
 - (c) The Transferee demonstrates satisfactory evidence of ownership of the property designated to receive service and from which the Membership originally arose.
- 4). If the application packet and other information is not completed on the day transfer of membership is requested, the corporation will give the transferee written notice of 10 additional days to produce completed documentation to the corporation office. Service will be disconnected on the day following the 10th day according to disconnection with notice requirements. Additional time may be allowed at the directions of the manager or board.
- d. Cancellation of Membership To keep a Membership in good standing, a Base Rate must be paid monthly to the Corporation, whether or not water is used. Failure to pay this monthly charge to the Corporation shall jeopardize the Member's Membership standing and give rise to liquidation of the Membership Fee and forfeiture of the Membership. A Member may be relieved of this obligation to pay by surrendering the Membership, properly documented, to the Corporation. The Member shall also complete a Service Discontinuance Request Form prior to termination of service. (See Misc. Transaction Forms.) However, a Member is not relieved of any obligations incurred prior to the date of surrender of a properly endorsed Membership prior to termination of service. Rights to future service at this tap shall be extended on an as-available basis and subject to the terms of the Activation of Service Section E. 6. of this Tariff. (Texas Water Code Section 67.016)
- e. Liquidation Due to Delinquency When the amount of the delinquent charges owed by the Member equals the Membership Fee, the Membership Fee shall be liquidated and the Membership canceled and transferred back to the Corporation. The Corporation shall collect any remaining account balances by initiation of legal action. Re-instatement of service shall be subject to the terms of the Activation of Service Subsection E. 6. of this Tariff.
- f. Cancellation Due to Policy Non-Compliance The Corporation may cancel a Membership anytime a Member fails to comply with policies of the Corporation, including but not limited to Member's failure to provide proof of ownership of the property from which the Membership arose. (Texas Water Code Section 67.016)
- g. Re-assignment of Canceled Membership.
 - 1) The Corporation, upon cancellation of Membership under the provisions of this Tariff, may re-assign the canceled Membership to a person or entity that has legal title to the real estate from which the canceled membership arose and for which water service is

- requested (Texas Water Code Section 67.016). Membership will not be re-assigned unless the person or entity that has legal title to the real estate has complied with the corporation's current rates, charges, and conditions of service, including current membership fee and proof of ownership, set forth in the tariff and service application package.
- 2) The Corporation shall reassign a canceled Membership to a person or entity that acquires the real estate from which the Membership arose through judicial or non-judicial foreclosure. The Corporation will require proof of ownership resulting from the foreclosure and compliance with the corporation's current rates, charges, and conditions of service, including current membership fee, set forth in the tariff and service application package. In the event of foreclosure by a mortgage institution, the Corporation may allow a property management company to acquire the Membership if the management company provides written documentation showing that the management company is legally responsible for the management of the property and it is not feasible for the mortgage institution to be the Member.
- h. Mortgaging of Memberships Nothing herein shall preclude a Member from mortgaging his/her Membership. However, notification to the holder of any security interest (mortgagee/lien-holder) of account status of Member/mortgagor will be provided only upon satisfactory completion of requirements for such conditions under the Membership Mortgage Agreement (See Miscellaneous Transaction Forms). Prior to the cancellation of any Membership as provided under Subsection E 9. d. (Cancellation of Membership), the Corporation will notify the holder of any security interest in the Membership. The holder of the security interest also must hold a security interest in the real property at which water service is provided under the Membership. The Corporation may transfer the Membership to the holder of such security interest in lieu of cancellation, provided the holder of the security interest pays in full all delinquent and unpaid obligations and provided further that the holder of the security interest has secured title to the real property from which the Membership arose. The Corporation may withhold cancellation of a Membership pending the resolution of any foreclosure proceedings or similar legal proceedings by the holder of the security interest.
- i. Cancellation and Re-Assignment of Membership as a Result of Bankruptcy Proceedings Upon notice of the filing of a petition in bankruptcy, the Corporation may require the posting of a deposit or other form of security, acceptable to the Corporation, as a condition for continuing utility service. Unless special circumstances require otherwise, the amount of security shall equal the amount of the charges for the month of greatest use during the preceding 12 months. The Corporation shall not require the payment of any security prior to the expiration of 20 days following the date on which the petition is filed. Failure to provide this security by the date specified by the Corporation may result in termination of service according to the Disconnection with Notice Provisions of Section E 17. of this Tariff, with a copy of the notice to the bankruptcy Trustee.
- j. Cancellation and Re-Assignment of Membership as a Result of Divorce (or Dissolution of Joint Tenancy) The Corporation shall transfer the membership to a spouse (or joint tenant) who has been awarded the property designated to receive service. The Corporation must be provided adequate documentation of the ownership rights of the spouse (or joint tenant) requesting transfer, such as final divorce decree, temporary court order, or agreement. In no event shall any membership(s) be transferred if the transferee does not otherwise meet the qualifications for membership and for service.

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

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

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

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- b. Failure to pay a bill to correct previous under billing due to misapplication of rates more than six (6) months prior to the date of application;
- Violation of the Corporation's rules pertaining to operation of non-standard equipment or unauthorized attachments which interferes with the service of others, unless the customer has first been notified and been afforded reasonable opportunity to comply with said requirements;
- d. Failure to pay a bill of another member or customer as guarantor thereof unless the guarantee was made in writing to the Corporation as a condition precedent to service;
- e. Failure to pay the bill of another member or customer at the same address except where the change of customer identity is made to avoid or evade payment of a utility bill.
- 14. Deferred Payment Agreement. The Corporation may offer a deferred payment plan to a Member or rental tenant who cannot pay an outstanding balance in full and is willing to pay the balance in reasonable installments as determined by the Corporation, including any Late Penalty Fees or interest on the monthly balance to be determined as per agreement. (See Section J. Miscellaneous Transaction Forms). The Corporation must offer a deferred payment schedule for bills due during an Extreme Weather Emergency for at least 30 days from the date an Extreme Weather Emergency ends. The Member or rental tenant must accept the deferred payment schedule within seven (7) days from receipt of the written deferred payment schedule from the Corporation. Failure to make required and timely payments as provided in any deferred payment agreement will void that agreement, and service will be discontinued. The Corporation may consider another deferred payment agreement provided payments will be made by automatic bank draft. Non-payment of any amount under an additional deferred payment agreement will cause service to be disconnected immediately, and service will not be restored until the account is paid in full and all other charges resulting from the disconnection of service are fully paid. In the event the requestor is a tenant of rental property, the Corporation shall notify the owner/member of the deferred payment agreement.

15. Charge Distribution and Payment Application.

- a. The Base Rate is for the billing period from meter reading day of one month to meter reading day of the next month. Charges shall be prorated for meter installations and service termination's falling during the billing period. Billings for this amount shall be mailed on or about the 30th of the month preceding the month for which this charge is due. All services shall be subject to this charge whether or not the service is in use by the Member.
- b. Gallonage Charge is defined as the number of gallons of water used per month and shall be billed at the rate specified in Section G. and calculated in one thousand (1000) gallon increments. Water charges are based on monthly meter readings and are calculated from reading date to reading date. Readings used in all billing calculations shall be taken by the Corporation's employees or designated representative.
- c. **Posting of Payments** All payments shall be posted against previous balances and late fees prior to posting against current billings.
- d. Forms of Payment: The Corporation will accept the following forms of payment: cash, personal check, cashier's check, money order, automatic debit on customer's bank account, or draft on bank. The Corporation will not accept two-party checks, pay checks, or any other instrument of payment that is not made out to the Corporation. The Corporation reserves the right to require exact change and may refuse to accept payments made using more than \$1.00 in coins.

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

a. The Corporation shall mail all bills on or about the 30th of the month. All bills are

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considered the responsibility of each person signing the Service Application and Agreement Form. All bills shall be due and payable upon receipt and are past due beyond the date indicated on the bill (allowing approximately fifteen (15) days to pay), after which time a penalty shall be applied as described in Section G. The time for payment for a political subdivision may be different than your regular due date and a late fee shall not be assessed. (See Texas Government Code 2251.021). A bill is delinquent if not paid on or before the due date of the 15th of the month. Payments made by mail will be considered late if postmarked after the 15th of the month. Final notices shall be mailed allowing seven (7) additional days for payment prior to disconnection. The seven (7) additional days shall begin on the day the final notice is deposited with the U.S. Postal Service with sufficient postage. If the due date for the regular or final billing is on a weekend or holiday, the past due date for payment purposes shall be the next day the Corporation office is open for business after said weekend or holiday. For all disputed payment deadlines, the date postmarked on each bill will determine the beginning of each billing cycle or final notice mailings.

- b. The board of directors or general manager may elect to not charge a late fee or disconnect fee in accordance with this Tariff during or after the occurrence of a natural disaster or other incident that impacts the property of members or interrupts the management and operation of the system.
- c. Upon written request, any residential customer 60 years of age or older who occupies the entire premises of a dwelling receiving water utility service from the Corporation shall receive extension of the past due date, without penalty. The extension shall not exceed 10 days beyond the usual 15-day payment period for a total of no more than 25 days from the date the bill is issued. The request may specify extension of the late payment periods for current and subsequent billings. (Texas Utilities Code Sections 182.001 182.005) If this request originates from a tenant at a rental property, the owner / member will be notified in writing of any extension request.
- d. All insufficient fund checks, accounts closed or money orders that have had a "stop payment order" issued for payment of a water bill will be deemed delinquent as if no payment was received and the meter is subject to disconnection with notice on the regular disconnection day.
- 17. Rules for Disconnection of Service. The following describes the rules and conditions for disconnection of service. Notwithstanding any language to the contrary in the Service Application and Agreement Form, the Corporation may only discontinue service for the reasons set forth in this Section.
 - a. Disconnection with Notice Water utility service may be disconnected for any of the following reasons after proper notification has been given.
 - 1) Returned Checks or ACH (Bank Draft) Payments The Corporation shall mail, via the U.S. Postal Service, a notice requiring redemption of the returned instrument within ten (10) days of the date of the notice to be made in the Corporation office. Redemption of the returned instrument shall be made by cash, money order, or certified check. Failure to meet these terms shall initiate disconnection of service. (see Miscellaneous Transaction Forms) Any such instruments returned as insufficient or non-negotiable for any reason for any two billing periods within a 12-month period shall be considered evidence of bad credit risk by the Corporation. The Member/Customer in violation shall be placed on a "cash-only" basis for a period of 12 months. NOTE: "cash only," means certified check, money order, or cash.
 - 2) Failure to pay a delinquent account for utility service, failure to timely provide a deposit or other security under Section E.11. i, or failure to comply with the terms of a deferred

- payment agreement (Miscellaneous Transaction Forms);
- 3) Violation of the Corporation's rules pertaining to the use of service in a manner which interferes with the service of others or the operation of non-standard equipment if a reasonable attempt has been made to notify the Member and the Member is provided with a reasonable opportunity to remedy the situation;
- 4) Failure of the Member to comply with the terms of the Corporation's Service Agreement, Tariff (including, where appropriate, Section H), Bylaws, or Special Contract provided that the Corporation has given notice of said failure to comply, and Member has failed to comply within a specified amount of time after notification.
- 5) Failure to provide access or hindering access to the meter under the terms of this Tariff or to property at which water service is received when there is reason to believe that a hazardous condition or policy violation exists for which access is necessary to verify. Conditions that may hinder access include, but are not limited to, fences with locked gates, vehicles or objects placed on top of meters or meter boxes, and unrestrained animals.
- 6) Misrepresentation by any Applicant or Transferee of any fact on any form, document, or other agreement required to be executed by the Corporation.
- 7) Failure of Member to re-apply for service upon notification by the Corporation that Member no longer meets the terms of the service classification originally applied for under the original service application.
- 8) Cancellation of membership by Member on an account that the Member holds for water service to the Member's renter/lessee, even if the renter/lessee has kept the account balance current under an Alternate Billing Agreement. (Note: The cancellation of membership must be in writing and signed by the Member. CORPORATION ASSUMES NO LIABILITY TO RENTER/LESSEE; MEMBER IS SOLELY RESPONSIBLE FOR COMPLIANCE WITH, AND LIABILITY UNDER ANY FEDERAL, STATE OR LOCAL LAW CREATING OR PROTECTING RIGHTS OF RENTERS/LEESSEES.)
- 9) Violation of any applicable regulation or pertaining to on-site sewage disposal systems if the Corporation has been requested in writing to disconnect service by the TCEQ or the TCEQ's designated representative under Chapter 366 of the Texas Health and Safety Code.
- 10) Failure to pay charges arising from service trip fee as defined in Section G 15, meter read fee, or meter read fee when customer on self-read plan failed to submit their meter reading.
- 11) Failure by a Member to pay for all repair or replacement costs resulting from the Member damaging system facilities including, but not limited to water lines, service taps, meter boxes, valves, or meters by engaging in activities such as property excavations, installment of a driveway or roadway requiring encasements, lowering or re-routing of lines or system components, or by any other action. The Corporation will provide the Member with notice detailing the extent of the damage, the location of the damage, the cost of repair, and whether the damage occurred on private property or on a public right-of-way. Failure to pay the cost of repair or replacement will result in the Member's service being disconnected in accordance with the Disconnection with Notice Provisions in this Section. Service will remain disconnected until payment is received or an acceptable payment plan is approved.
- 12) Failure to disconnect or secure additional service tap(s) for an RV or other service connection (See E. 26. of this Section) after notification by the Corporation of violation of the Prohibition of Multiple Connections.

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- b. **Disconnection Without Notice** Water utility service may be disconnected without notice for any of the following conditions:
 - 1) If a customer has violated the "Prohibition of Multiple Connections to a Single Tap" rule and proceeds to violate this rule a second time, the customer's service will be disconnected without notice in accordance with E. 26. a.
- 2) A known dangerous or hazardous condition exists for which service may remain disconnected for as long as the condition exists, including but not limited to a public health nuisance as defined in Texas Health and Safety Code Sections 341.011 or 343.011. If there is reason to believe a dangerous or hazardous condition exists, the Corporation may conduct a customer service inspection (CSI) to verify the hazardous condition and may notify the local county health office. The Corporation will disconnect without notice if the Member refuses to allow access for the purpose of confirming the existence of such condition and/or removing the dangerous or hazardous condition (30 TAC 290.46(i) and 290.46(j)). Service will be restored when a CSI confirms no health hazard exists, the health hazard has been removed or repaired, or the health hazard has been isolated from the Corporation's water system by the installation of a backflow prevention device.
 - 3) A line leak on the member's side of the meter is considered a potentially hazardous condition under Subsection 17.b. 2. If the Corporation conducts a CSI and discovers that the line leak has created a hazardous condition, the Corporation will provide the member up to five (5) business days, or another time period determined reasonable under the circumstances, to repair the line prior to disconnection of service.
- 4) Service is connected without authority by a person who has not made application for service or who has reconnected service without authority following termination of service for nonpayment; and
- 5) In instances of tampering with the Corporation's meter tap or equipment, by-passing the meter or equipment, or other diversion of water service.

NOTE: Where reasonable, given the nature of the reason for disconnection, a written statement providing notice of disconnection and the reason therefore shall be posted at the place of common entry or upon the front door of each affected residential unit as soon as possible after service has been disconnected.

- c. **Disconnection Prohibited** Utility service may not be disconnected for any of the following reasons:
 - Failure of the Member to pay for merchandise or charges for non-utility service provided by the Corporation, unless an agreement exists between the Applicant and the Corporation whereby the Member guarantees payment of non-utility service as a condition of service;
 - 2) Failure of the Member to pay for a different type or class of utility service unless a fee for such service is included in the same bill;
 - 3) Failure of the Member to pay charges arising from an under billing occurring due to any misapplication of rates more than six (6) months prior to the current billing;
 - 4) Failure of the Member to pay the account of another Member as guaranter thereof, unless the Corporation has in writing the guarantee as a condition precedent to service;
 - 5) Failure of the Member to pay charges arising from an under billing due to any faulty metering, unless the meter has been tampered with or unless such under-billing charges are due under the Inoperative Meters subsection E. 21. of this Tariff.
 - 6) Failure of the Member to pay estimated bill other than a bill rendered pursuant to an approved meter reading plan, unless the Corporation is unable to read the meter due to

- circumstances beyond its control.
- 7) Failure of the Member to pay a bill due during an Extreme Weather Emergency if the Member has requested, accepted, and is in compliance with the terms of a deferred payment schedule under section E.14. of this Tariff. (16TAC24.173)
- d. **Disconnection on Holidays and Weekends** Unless a dangerous condition exists or the Member requests disconnection, service shall not be disconnected on a day, or on a day preceding a day, when personnel of the Corporation are not available to the public for the purpose of making collections and reconnecting service.
- e. **Disconnection Due to Utility Abandonment** The Corporation may not abandon a Member or a Certificated Service Area without written notice to its Members and all similar neighboring utilities and approval from the Public Utility Commission.
- f. Disconnection for III Customers The Corporation may not discontinue service to a delinquent residential Member or tenant under an alternative billing agreement permanently residing in an individually metered dwelling unit when that Member or tenant establishes that discontinuance of service will result in some person at that residence becoming seriously ill or more seriously ill if service is discontinued. To avoid disconnection under these circumstances, the Member or tenant must provide a written statement from a physician to the Corporation prior to the stated date of disconnection. Service may be disconnected in accordance with Subsection (a) of this Section if the next month's bill and the past due bill are not paid by the due date of the next month's bill, unless the Member or tenant enters into a Deferred Payment Agreement (see Miscellaneous Transaction Forms). The Corporation shall provide notice to an owner of rental property in the event a tenant requests that service not be discontinued due to illness as per this subsection.
- g. **Disconnection of Master-Metered Accounts** When a bill for water utility services is delinquent for a master-metered service complex (defined as a complex in which a single meter serves two (2) or more residential dwelling units), the following shall apply:
 - 1) The Corporation shall send a notice to the Member as required. This notice shall also inform the Member that notice of possible disconnection will be provided to the tenants of the service complex in five (5) days if payment is not rendered before that time.
 - 2) At least five (5) days after providing notice to the Member and at least five (5) days prior to disconnection, the Corporation shall post at notices, stating "Termination Notice" in public areas of the service complex notifying the residents of the scheduled date for disconnection of service.
 - 3) The tenants may pay the Corporation for any delinquent bill on behalf of the owner to avert disconnection or to reconnect service to the complex.
- h. **Disconnection of Temporary Service** When an applicant with a Temporary service fails to comply with the conditions stated in the Service Application and Agreement Form or other rules of this Tariff, service may be terminated with notice.
- 18. Billing Cycle Changes. The Corporation reserves the right to change its billing cycles if the workload requires such practice. After a billing period has been changed, the billings shall be sent on the new change date unless otherwise determined by the Corporation.
- 19. Back-billing. If a Member is undercharged, the Corporation may back-bill the Member. Back-billing may not exceed 12 months unless such undercharge is a result of meter tampering, bypass, or diversion by the customer as defined in this Tariff (See 16 TAC Section 24.165(h)). If the underbilling is \$25 or more, the utility shall offer to such member/customer a deferred payment plan option for the same length of time as that of the underbilling.

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- 20. Disputed Bills. In the event of a dispute between the Member and the Corporation regarding any bill, the Corporation shall make and conduct an investigation as required by the particular case, and report the results in writing thereof to the Member. All disputes under this Subsection must be submitted to the Corporation, in writing, prior to the due date posted on said bill.
- 21. Inoperative Meters. Water meters found inoperative will be repaired or replaced within a reasonable time. If a meter is found not to register for any period, unless by-passed or tampered with, the Corporation shall make a charge for units used, but not metered, for a period not to exceed six (6) months, based on amounts used under similar conditions during the period preceding or subsequent thereto, or during corresponding periods in previous years.

22. Bill Adjustment.

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

23. Leak Adjustment Policy

a. Objective:

1) This Leak Policy is being offered as a means of providing a limited relief to Baffin Bay Water Supply Corporation (BBWSC) members and customers that have experienced a verifiable leak. This policy shall not be interpreted in any form or fashion to relieve BBWSC members and customers of their total financial responsibilities attributed to a verifiable leak or their responsibilities to repair leaks in a prompt manner.

2)As such, any price reduction of a water bill furnished under this Leak Policy will be provided by action of the BBWSC Board of Directors at a duly posted, open meeting in accordance with the Open Meeting Act. In addition, any price reduction of a water bill furnished under this Leak Policy will be provided on a once per 12 months' time period basis.

b. Policy:

1)The BBWSC may apply a credit to the customer's water account once per 12 months' time period when excess water loss results from conditions beyond the customer's or responsible party's reasonable control due to a concealed leak or a leak caused by livestock. A concealed leak is defined as underground leaks in the service line or sprinkler line, leaks behind walls, leaks in the slab. Adjustments are not issued for sprinkler head leaks, toilet leaks, dripping faucets, swimming pool leaks, or other above ground leaks. However, they will be considered if an unusual situation occurs.

2)If the source of a leak is due to theft of service or through vandalism, the customer must report the theft to the police. A copy of the police report must be submitted with the application for water leak credit. The BBWSC will require that the customer has addressed the problem of a future theft or vandalism, such as the installation of a faucet lock.

c. Rules and Procedures:

- 1)Reasonable efforts to locate the leak and initiate repairs must be taken by or on behalf of the customer immediately (within 10 calendar days maximum) after the initial indication of increased water usage due to the leak.
- 2)The request for a leak adjustment must be submitted on the "BBWSC Leak Adjustment Request Form" (See Miscellaneous Transaction Forms) within one (1) month of the repairs.
- 3) In order to receive the leak adjustment credit, the customer must provide valid documentation of the leak repair when submitting the "BBWSC Leak Adjustment Request Form". Valid documentation of the leak repair consists of (a) photo documentation of the leak and the repairs (b) receipts with dates of repairs performed by a certified plumbing business or a letter from a plumbing company on the company's letterhead certifying they repaired the leak (c) receipts with dates for parts purchased if the leak was repaired by the customer (d) letter from the customer if the leak was repaired with parts already on hand by the customer, and the letter should state how the leak was repaired and the date the repair was made. The report form and all required documents should be mailed to Baffin Bay WSC, 708 South FM 1546, Riviera, Tx 78379 or dropped off at the Baffin Bay WSC office.
 - 4)One leak credit adjustment will be authorized per 12 months period.
- 5)The property owner or tenant agrees to any investigation that the Corporation deems necessary to confirm or verify the leak and/or the repair of the leak.
- 6) If eligible, only one billing period affected by the leak may receive an adjustment equal to 50 percent of the difference above the average water use. (This is determined by using the six months average usage prior to the leak or the prior years' relevant use for seasonality.)
- 7) If your leak adjustment request is approved, a credit will be applied to your account. No refund checks will be issued. The entire leak adjustment process will take approximately sixty days to complete.
- 8) Upon receiving the adjustment, the account is ineligible for another water leak repair bill adjustment for the next 12 months.
- 9) If the customer's account (either property owner or tenant) is determined to be delinquent, the "BBWSC Leak Adjustment Request Form" will not be accepted until all outstanding delinquent charges have been paid, or a current payment arrangement is on file. Delinquency will be determined by subtracting all charges for water for the month of the reported leak from the account balance.
- 10) While the customer is fixing the leak and the application is being processed, the customer must make a payment consisting of their average bill for the month in question if this payment has not already been made.
- 11) For leaks in excess of \$150, the member/customer will be allowed to request that the bill be paid in installment payments agreed upon by the Board, in addition to the current monthly water bill, as set forth in the BBWSC's Tariff, until the account is paid in full.

d. Leak Adjustment Guidelines

Notwithstanding the terms and provisions of Paragraph A, B, and/or C above, any and all leak adjustment credits will be issued at the sole discretion of the BBWSC Board of Directors and will be considered on a case-by-case basis. This policy is in effect only for leak adjustment credits applied for after the effective date of this policy.

24. Meter Tampering and Damage to Property.

- a. For purposes of this Section, the term "Tampering" shall mean meter-tampering, by-passing, or diversion of the Corporation's service equipment, or other instances of diversion, including:
 - 1. removal of a locking or shut-off device used by the Corporation to discontinue service,
 - 2. physical disorientation of the meter tap,
 - 3. attachment of objects to the meter tap to divert service or to by-pass,
 - 4. insertion of objects into the meter tap,
 - 5. other electrical and mechanical means of tampering with, by-passing, or diverting service.
 - 6. connection or reconnection of service without Corporation authorization;
 - 7. connection into the service line of adjacent customers of the Corporation; and
 - 8. prevention of the water supply from being correctly registered by a metering device due to adjusting the valve so that flow is reduced below metering capability.

The burden of proof of Tampering is on the Corporation. Law enforcement reports, photographic evidence or any other reliable and credible evidence may be used; however, any evidence shall be accompanied by a sworn affidavit by the Corporation's staff when any action regarding Tampering is initiated. A court finding of Tampering may be used instead of photographic or other evidence, if applicable. Unauthorized users of services of the Corporation shall be prosecuted to the extent allowed by law under the <u>Texas Penal Code Sections 28.03, 12.21 and 12.22</u>.

- b. If the Corporation determines under subsection (a) that Tampering has occurred, the Corporation shall disconnect service without notice as set forth in E. 17. b. 5 and charge the person who committed the Tampering the total actual loss to the Corporation, including the cost of repairs, replacement of damaged facilities, and lost water revenues.
- c. A person who otherwise destroys, defaces, damages or interferes with Corporation property will be charged the total actual loss to the Corporation including but not limited to the cost of repairs, replacement of damaged facilities, and lost water revenues. The Corporation also will prosecute the offending party to the extent allowed under law pursuant to Texas Water Code Section 49.228 and other applicable laws.
- d. In addition to actual damages charged under subsection (b), the Corporation may assess a penalty against the offending party. The penalty shall not exceed six (6) times the Base Rate.

Note: For purposes of this section, "offending party" means the person who committed the Tampering or damaged the property.

- 25. Meter Relocation. Relocation of services shall be allowed by the Corporation provided that:
 - a. the relocation is limited to the existing property designated to receive service;
 - b. a current easement for the proposed location has been granted to the Corporation; and
 - c. the Member pays the actual cost of removing and relocation of the meter tap plus administrative fees; and
 - d. service capacity is available at the proposed location.

26. Prohibition of Multiple Connections to a Single Tap.

a. No more than one (1) residential, commercial, or industrial service connection is allowed per

meter tap. The Corporation may consider allowing an apartment building or mobile home/RV park to apply as a "Master Metered Account" and have a single meter (See Section E. 26.). If the Corporation has sufficient reason to believe a Multiple Connection exists, the Corporation shall discontinue service under the Disconnection with Notice provisions of this Tariff for a first violation and for subsequent violations, service will be disconnected without notice in accordance with E. 17. b. (30TAC290.44; Also see Baffin Bay Service Application and Agreement in Section I.

- b. For purposes of this section, the following definitions shall apply:
 - 1) A "multiple connection" is the connection to any portion of a member's water system that is connected to a primary delivery point already servicing one residence, one commercial or industrial facility of a water line serving another residence or commercial or industrial facility. Water lines to outbuildings, barns or other accessory structures shall not be considered a multiple connection if: (i) those structures are located on the same tract as the primary delivery point and (ii) such structures are not used as a residence or as a commercial or industrial facility.
 - 2) A "primary delivery point" shall mean the physical location of a meter tap that is installed in accordance with this Tariff and applicable law and which provides water service to the residence or commercial or industrial facility of a member.
 - 3) "Residential" or "residence" shall mean any structure which is being used for human habitation, which may include kitchen and bathroom facilities, or other evidence of habitation as defined by the Corporation.
 - 4) "Commercial" facility shall mean any structure or combination of structures at which any business, trade, occupation, profession, or other commercial activity is conducted. A business conducted within a member's residence or property that does not require water in addition to that provided to the member's residence shall not be considered a separate commercial facility.
 - 5) The Corporation agrees to allow members in good standing to share water usage with a visitor on their property with a recreation vehicle (RV) or travel trailer for a period of no longer than three months. If the recreation vehicle/travel trailer is being used for a permanent residence, this Tariff requires that an additional membership be secured, and a separate meter installed. If the member routinely has more than one visitor at a time with recreation vehicles or travel trailers or has multiple visitors throughout the year, the Corporation may require that a second or additional meter(s) be purchased. The member must submit a written request to the Corporation's business office at least five (5) business days prior to sharing corporation water with a visitor. The corporation has the right to refuse or deny the shared usage for any reason. The Corporation also has the right to inspect the premises for any potential cross-contamination issues as outlined in the Customer Service Inspection requirements and to ensure that the meter is properly sized for the additional usage at the time of total peak water demand. These requirements pertain to visitors ONLY. No commercial usage where fees for water are charged is allowed. If a member is found to violate these conditions, the member will be sent a letter of notice stating that water service will be cut off in ten days if the situation is not corrected.
- 27. Master Metered Account Regulations. An apartment building, condominium, manufactured housing (modular, mobile or RV) community, business center or other similar type enterprise may be considered by the Corporation to be a single commercial facility if the owner applies for a meter as a "master metered account" and complies with the requirements set forth in PUC rules, this Tariff and applicable law. The Corporation may allow master metering service to these facilities at an Applicant's request. (16 TAC (24.281(e)(1)).

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28. Member's Responsibility.

- a. The Member shall keep the meter visible at all times and provide for access to the meter at all times to allow for maintenance and meter reading by BBWSC employees. This means keeping all grass cut and weeds, brush, cactus, and debris removed at least 6 feet around the meter. If the member does not abide by this policy, the Corporation will perform this service and the customer will be billed at a flat rate of \$40, and if the time required to perform this service exceeds 30 minutes, an additional \$25 will be charged for every additional 30 minutes required to perform the maintenance around the meter. If fenced, a gate shall be provided within 15 ft. of the meter. The member shall provide a key to locked gates. If access to the meter is hindered or denied preventing the reading of the meter, an estimated bill shall be rendered to the Member for the month; and a notice shall be sent to the effect that access could not be gained. If access is denied for three (3) consecutive months after proper notification to the Member, then service shall be discontinued and the meter removed with no further notice. Conditions that may hinder access include, but are not limited to fences with locked gates, vehicles or objects placed on top of meters or meter boxes, and unrestrained animals.
- b. The Member shall be responsible for compliance with all utility, local, and state codes, requirements, and regulations concerning on-site service and plumbing facilities.
 - 1) All water connections shall be designed to ensure against on-site sewage contamination, back-flow, or siphonage into the Corporation's water supply. In particular, livestock water troughs shall be plumbed above the top of the trough with air space between the discharge and the water level in the trough. (30 TAC 290.46, Texas Health & Safety Code Chapter 366)
 - 2) The use of pipe and pipe fittings that contain more than .25% lead or solder and flux that contain more than 0.2% lead is prohibited for any plumbing installation or repair of any residential or non-residential facility providing water for human consumption and connected to the Corporation's facilities. Customer service pipelines shall be installed by the applicant. The service pipeline must be installed from the meter to the place of consumption and the Member is required to keep the service pipeline in good repair. The Member's responsibility shall begin at the discharge side of the meter. (30 TAC 290.46; 16 TAC 24.163(a); BBWSC Service Application and Agreement-Section I.

Service shall be discontinued without further notice when installations of new facilities or repair of existing facilities are found to be in violation of this regulation until such time as the violation is corrected.

- c) A Member owning more than one (1) Membership shall keep all payments current on all accounts. Failure to maintain current status on all accounts shall be enforceable as per Service Application and Agreement executed by the Member.
- d) The Corporation's ownership and maintenance responsibility of water supply and metering equipment shall end at the meter or other service equipment as installed. Therefore, all water usage registering upon and/or damages occurring to the metering equipment owned and maintained by the Corporation shall be subject to charges as determined by the Corporation's Tariff as amended from time to time by the Board of Directors.
- e) The Corporation shall require each Member to have a cut-off valve located outside of the meter box and within two feet of the meter on the Member's side of the meter for purposes of isolating the Member's service pipeline and plumbing facilities from the Corporation's water pressure. The valve shall meet AWWA standards (a ball valve is preferred). The Member's use of the

- Corporation's curb stop or other similar valve for such purposes is prohibited. Any damage to the Corporation's equipment shall be subject to service charges. (This cut-off valve may be installed as a part of the original meter installation by the Corporation.)
- f) If the Corporation has to work on a Member's connection and there is no cut-off valve, the Corporation will install a valve for the Member, and the Member will be billed for this service, payable with the next month's water bill.
- g) The Member is required to notify the system 48 hours prior to digging or excavation activities along or near water lines and appurtenances.

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

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

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

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

2. Application of Rules. This Section is applicable to subdivisions, additions to subdivisions, developments, or whenever additional service facilities are required for a single tract of property. Examples of non-standard services for a single tract of land can include, but are not limited to road bores, extensions to the distribution system, service lines exceeding 3/4" diameter and service lines exceeding 6 feet. Non-residential or residential service applications requiring a larger sized meter typically will be considered non-standard. For the purposes of this Tariff, Applications subject to this Section shall be defined as Non-Standard. This Section may be altered or suspended for planned facility expansions when the Corporation extends its indebtedness. The Board of Directors of the Corporation or their designee shall interpret on an individual basis whether or not the Applicant's service request shall be subject to all or part of the conditions of this Section.

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

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

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

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

7. Dedication of Water System Extension to WSC.

a. Upon proper completion of construction of all on-site and off-site service facilities to meet the level and manner of service requested by the Applicant (the "Facilities"), the Facilities shall become the property of the WSC. The Facilities shall thereafter be owned and maintained by WSC subject to the warranties required of Applicant under Subsection (b). Any connection of individual customers to the Facilities shall be made by the WSC.



- b. Upon transfer of ownership of the Facilities, Applicant shall warrant materials and performance of the Facilities constructed by Applicant for twelve (12) months following the date of the transfer.
- **8.** Property and Right-of-Way Acquisition. With regard to construction of facilities, the Corporation shall require private right-of-way easements or purchase of private property as per the following conditions:

If the Corporation determines that right-of-way easements or facility sites outside the Applicant's property are required, the Applicant shall secure easements or else title to facility sites in behalf of the Corporation. All right-of-way easements and property titles shall be researched, validated, and filed by the Corporation at the expense of the Applicant. (See Sample Application Packet RUS Form 442-8 or 442-9 (Rev. 6-06))

- a. All additional costs associated with facilities that must be installed in public rights-of-way on behalf of the Applicant, due to the inability of the Applicant to secure private right-of-way easements, such as including road bores and TxDOT approvals shall be paid by the Applicant. Alternatively, Applicant shall pay all costs, including legal and other professional fees and the condemnation award in the event Corporation secures such private easements or facility sites through eminent domain proceedings.
- b. The Corporation shall require an exclusive dedicated right-of-way easement on the Applicant's property (as required by the size of the planned facilities and as determined by the Corporation) and title to property required for other on-site and off-site facilities.
- c. Easements and facilities sites shall be prepared for the construction of the Corporation's pipelines and facility installations in accordance with the Corporation's requirements and at the expense of the Applicant.
- 9. Bids for Construction. The Corporation's Consulting Engineer shall advertise for bids for the construction of the Applicant's proposed facilities in accordance with generally accepted practices. Plans and specifications shall be made available, with or without charge (as per Engineer's determination), to prospective bidders. Although the Corporation reserves the right to reject any bid or contractor, the Corporation shall generally award the contract to the lowest qualified bidder in accordance with the following criteria:
 - a. The Applicant shall sign the Service Contract noting willingness to proceed with the project and shall pay all costs in advance of construction associated with the project;
 - b. The Contractor shall provide an adequate bid bond under terms acceptable to the Corporation; The Contractor shall secure adequate performance and payment bonding for the project under terms acceptable to the Corporation;
 - c. The Contractor shall supply favorable references acceptable to the Corporation;
 - d. The Contractor shall qualify with the Corporation as competent to complete the work (including but not limited to current water/sewer license, OSHA competent person training, and other licenses / certificates as required to complete the project); and
 - e. The Contractor shall provide adequate certificates of insurance as required by the Corporation.
- 10. Pre-Payment for Construction and Service. After the Applicant has executed the Service Agreement, the Applicant shall pay to the Corporation all costs necessary for completion of the project prior to construction and in accordance with the terms of the Non-Standard Service Contract.

11. Construction.

a. All roadwork pursuant to state, county and/or municipal standards (as applicable) shall be completed prior to facility construction to avoid future problems resulting from road right-of-

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

PART II. Request for Service to Subdivided Property

This section contains additional requirements for applicants that are developers as defined in Section C Definitions.

- 1. Sufficient Information Applicants shall provide the corporation sufficient information describing the level and manner of service requested and the timeline for initiation of this service. The following is the minimum information needed for an engineering evaluation of the requested service to the property described in the application.
 - a. Completion of requirements described in Section F Part I, including completing the *Non-Standard Service Application*.
 - b. Applicant shall provide the Corporation with details concerning access to the property during evaluation of application.
 - c. Applicant shall be notified in writing by the Corporation or designated representative the timeframe within which the requested service can be provided and the costs for which the applicant will be responsible, in accordance with the details described on the Applicant's request for service.
- 2. Service within Subdivisions The Corporation's obligation to provide service to any customer located within a subdivision governed by this Section is strictly limited to the level and manner of the nonstandard service specified by the Applicant. The Applicant is responsible for paying for all costs necessary for non-standard service to a subdivision as determined by the Corporation under the provisions of this Tariff and specifically the provisions of this Section; if the Applicant fails to pay these costs, the Corporation has the right to require payment of these costs by any one or more of the persons purchasing lots or homes within such subdivision before the Corporation is obligated to provide water service (Texas Water Code Section 13.2502). In addition, Corporation may elect to pursue any remedies provided by the Non-Standard Service Contract if one has been executed. Applicant is advised that purchasers of lots also may have legal recourse to the Applicant under Texas law, including but not limited to Texas Water Code Section 13.257, and the Texas Business and Commerce Code Chapter 17, Subchapter E Deceptive Trade Practices & Consumer Protection Act.
- a.) The Applicant must provide the following in addition to all other information otherwise required by this Section:
 - i. Map and legal description of the area to be served using map criteria in 30 TAC 291,105 (a)(2)(A-G)).
 - ii. Time frame for:

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- a. Initiation of service
- b. Service to each additional or projected phase following the initial service
- iii. Detailed description of the nature and scope of the project/development for:
 - a. Initial needs
 - b. Phased and final needs, including a map showing each phase, and the projected land uses that support the requested level of service for each phase
- iv. Any additional information requested by the Corporation necessary to determine the capacity and the costs for providing the requested service.
- v. Copies of all required approvals, reports and studies done by or for the Applicant to support the viability of the proposed development.

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

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

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

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

In the event the Corporation's initial review of the Applicant's service shows that additional information is needed, the Corporation will notify Applicant of the need for such additional information. Notice of the need for additional information will be made in writing within 30 days

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of the date the Corporation receives the Applicant payment of the required fees. Applicant should respond to the Corporation's request for additional information within 15 days of receipt of the Corporation's written request. In any case, the Corporation will provide the written report, including any final approval by the Corporation's Board (if applicable) within 90 days from the date of the **initial** written application and payment of all required fees.

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

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



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

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

- 1. Service Investigation Fee. The Corporation shall conduct a service investigation for each service application submitted at the Corporation office. An initial determination shall be made by the Corporation, without charge, as to whether the service request is Standard or Non-Standard. An investigation shall then be conducted and the results reported under the following terms:
 - a. All Standard Service requests shall be investigated without charge and all applicable costs for providing service shall be quoted in writing to the Applicant within ten (10) working days of application.
 - b. All Non-Standard Service requests shall be subject to a fee (See Section F. 3. c. of this Tariff) in the minimum amount of \$5,000, which may be increased, as appropriate to each project, in an amount to cover all administrative, legal, and engineering fees associated with investigation of the Corporation's ability to deliver service to the Applicant in order to;
 - (1) to determine availability of water as related to the current capacity of the system and existing water lines within the system
 - (2) provide cost estimates of the project,
 - (3) to present detailed plans and specifications as per final plat,
 - (4) to advertise and accept bids for the project,
 - (5) to present a Non-Standard Service Contract to the Applicant, and
 - (6) to provide other services as required by the Corporation for such investigation.
 - A Non-Standard Service Contract shall be presented to the Applicant within a suitable amount of time as determined by the complexity of the project. (See Section F.)
- 2. *Membership Fee.* At the time the application for service is approved, a non-refundable Membership Fee must be paid for each service requested before service shall be provided or reserved for the Applicant by the Corporation. The membership fee cannot be more than 12 times the minimum monthly Base Rate.
 - a. The Membership Fee for water service is \$100.00 for each Service Unit.
 - b. Membership fee for oversized or Master Metered Accounts shall be based on multiples of meter size equivalence. See Subsection G. 7. a.
- 3. Easement Fee. When the Corporation determines that private right-of-way easements and/or facilities sites are necessary to provide service to the Applicant, the Applicant shall be required to make good faith efforts to secure easements on behalf of the Corporation and/or pay all costs incurred by the Corporation in validating, clearing, and retaining such right-of-way in addition to tap fees otherwise required pursuant to the provisions of this Tariff. The costs may include all legal fees and expenses necessary to attempt to secure such right-of-way and/or facilities sites on behalf of the Applicant. (See Section E. 3., and Section F)
- 4. Installation Fee. The Corporation shall charge an installation fee for service as follows:
 - a. Standard Service shall include all: tap fee (all current labor and materials), engineering fee, legal fee, customer service inspection fee, administrative costs, and any additional site-specific equipment or appurtenances necessary to provide individual metered water service. Standard service shall be charged on a per tap basis as computed immediately prior to such time as metered service is requested and installed.
 - b. Non-Standard Service shall include any and all: facility improvement costs including, but not

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limited to tanks, piping, main lines, hydrants, and other labor and materials necessary to provide service at the level required by Water Code and as requested by the applicant; line and facility inspection fees, administrative costs including, but not limited to contract administration costs, processing invoices, disbursement of checks to contractors; legal fees, including but not limited to contract development, easements, water rights, permits, and CCN amendments for the area; engineering fees; and any additional site-specific equipment or appurtenances necessary to provide water as determined by the Corporation under the terms of Section F. of this Tariff (includes tap fees).

- c. Standard and Non-Standard Service Installations shall include all costs of any pipeline relocations as per Section E. 3. e. of this Tariff.
- 5. Capital Improvement Fee also known as Front End Capital Contributions. -In addition to the Membership Fee, each Applicant shall be required to contribute capital in an amount of \$750.00 to defray the cost of up-grading system facilities to meet growth demands created by adding customers. This fee shall be assessed immediately prior to providing service on a per service unit residential meter equivalent basis for each tap and shall be assigned and restricted to the tap for which the service was originally requested.
- 6. *Line Extension Reimbursement Fee.* An approved Applicant may have to pay on a prorated basis a line reimbursement fee to the Corporation for the purpose of reimbursing a member or other party that made the initial capital outlay to extend service to that area
- 7. Monthly Charges.
 - a. Base Rate Monthly water rates for zero usage:

5/8" x 3/4" METER	\$ 44.60
1" METER	\$111.50
1 1/2" METER	\$223.00
2" METER	\$356.80

- b. Gallonage Charge In addition to the Base Rate, a gallonage charge shall be added at the following rates for usage during any one (1) billing period.
 - (1) Water

THE RATES PER/1,000 GALLONS:

FIRST 20,000 GALLONS	3.07/1,000 GALLONS
NEXT 10,000 GALLONS	3.12/1,000 GALLONS
NEXT 10,000 GALLONS	3.18/1,000 GALLONS
NEXT 10,000 GALLONS	3.23/1,000 GALLONS
OVER 50,000 GALLONS	3.29/1,000 GALLONS

- (2) The Corporation shall, as required by Texas Water Code Section 5.701, collect from each of its retail customers a regulatory assessment equal to one-half of one percent of the charge for retail water service. This charge shall be collected in addition to other charges for utility service. This fee is collected on all charges pertaining to Section G. 7. (Monthly Charges) of this Tariff. (30 TAC 291.76(d))
- 8. Assessments. If at the end of the fiscal year, or in the event of emergency repairs, the Board of Directors determines the total amount derived from the collection of water charges to be insufficient for the

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payment of all costs incident to the operation of the Corporation's system during the year in which such charges are collected, the Board shall make and levy an assessment against each Member of the Corporation as the Board may determine or as may be required by Rural Development, so that the sum of such assessments and the amount collected from water and other charges is sufficient to fully pay all costs of the operation, maintenance, replacement and repayment of indebtedness for the year's operations. (See Article XVIII of USDA Model Bylaws, Section 1)

9. Late Payment Fee. Once per billing period, a penalty of \$10.00 shall be applied to delinquent bills. This late payment penalty shall not be applied to any balance to which the penalty was applied in a previous billing, but shall be applied to any unpaid balance during the current billing period.

NOTE: The Corporation cannot charge political subdivisions and state agencies the late payment fee. (Texas Government Code Chapter 2251.021 and Sec. E.16)

- Owner Notification Fee. The Corporation may, at the expense of the Member, notify said Member of a renter/lessee delinquent account status prior to disconnection of service. (See Miscellaneous Transaction Forms.)
- 11. *Mortgagee/Guarantor Notification Fee.* The Corporation shall assess a fee equal to the fee charged for sending the notification via certified/return receipt mail for each notification to a Membership lien-holder under agreement prior to Membership cancellation. (See Miscellaneous Transaction Forms.)
- 12. **Returned Check and Returned ACH Fee.** In the event a check, draft, or any other similar instrument is given by a person, firm, corporation, or partnership to the Corporation for payment of services provided for in this Tariff, and the instrument is returned by the bank or other similar institution as insufficient or non-negotiable for any reason, the account for which the instrument was issued shall be assessed a return check/ACH charge of \$25.00. (See Miscellaneous Transaction Forms)
- 13. **Reconnect Fee.** The Corporation shall charge a fee of \$45.00 for reconnecting service after the Corporation has previously disconnected the service for any reason provided for in this Tariff except for re-activation of service under Section E. 6. b Re-Service.
- 14. **Re-Service Fee.** The Corporation shall charge a fee of \$150.00 to re-establish a terminated or forfeited connection in addition to the Membership Fee and the cost of additional labor and materials needed to re-establish the account (i.e. meter and associated appurtenances and meter box).
- 15. Service Trip Fee. The Corporation may charge a \$45 trip fee for any service call or trip to the Member's tap as a result of a request by the Member or resident for response to damage of the Corporation's or another Member's facilities, for customer service inspections due to suspicion of meter tampering, bypass or diversion of service, or for the purpose of disconnecting or collecting payment for services. For service trips that extend beyond one hour, such as when an extended line location is required, the Corporation may charge \$45 per employee per hour for each additional hour required.

16. Equipment Damage Fee.

a. If the Corporation's facilities or equipment have been damaged by tampering, by passing, installing unauthorized taps, reconnecting service without authority, or other service diversion, a fee shall be charged equal to the actual costs for all labor, material, and equipment necessary for repair, replacement, and other Corporation actions. This fee shall be charged and paid before service is reestablished. If the Corporation's equipment has not been damaged, a fee

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- equal to the actual costs for all labor, material, equipment, and other actions necessary to correct service diversions, unauthorized taps, or reconnection of service without authority shall be charged. All components of this fee will be itemized, and a statement shall be provided to the Member and tenant if an Alternate Billing Agreement is in place. If the Corporation's facilities or equipment have been damaged due to negligence or unauthorized use of the Corporation's equipment, right of way, or meter shut off valve, or due to other acts for which the Corporation incurs losses or damages, the Member shall be liable for all labor and material charges incurred as a result of said acts or negligence.
- b. If the Corporation's facilities or equipment have been damaged in any respect due to excavation, digging, or any other activity that damages Corporation water lines and facilities, a fee shall be charged equal to the actual costs for all labor, water loss, materials, and equipment necessary for repair or replacement of the Corporation's water lines and facilities. In addition to the fee for the costs of all labor, materials, and equipment, an automatic penalty of six (6) times the then-applicable base rate shall also be assessed, and shall apply upon each occurrence of a violation of this section. A penalty under this section is in addition to any other penalty or remedy provided by the laws of the State of Texas or this Tariff. A penalty under this section is concurrent with and in addition to a penalty or fee incurred under any other provision in this Tariff.
- 17. *Meter Tampering and Damage to Property Penalty*. In addition to the Equipment Damage Fee, the Corporation may charge a penalty for "Tampering" as defined in Section E. 24. The penalty may only be assessed against the person who committed the Tampering. An owner cannot be assessed for the Tampering committed by their tenant. The penalty shall not exceed six (6) times the Base Rate.
- 18. Meter Test Fee. The Corporation shall test a Member's meter upon written request of the Member. (See Meter Test Authorization and Test Report Form in Section J). A meter test requested by a member shall be conducted in accordance with the American Water Works Association's standards and be performed by an outside tester. If the results indicate an AWWA acceptable performance, the member agrees to pay current pricing for the test plus shipping charges, along with charges for any outstanding water utility service. In the event that the Member is required to pay for the test and for outstanding water utility service as set forth herein, said charges shall be applied to the next billing sent to the Member after the date of the test. Meanwhile, during the period of meter testing, the Member shall pay a charge that is equal to an average of the previous three months billing. In the event the Meter is found to be faulty, the meter test fee will be paid by the Corporation, and the faulty meter will be replaced by the Corporation.
- 19. *Transfer Fee.* An Applicant for service who is a Transferee shall complete all required application forms, etc., and pay a Transfer Fee of \$100.00.
- 20. *Information Copy Fee.* A fee for the copying of any public information will be charged to the person requesting that information in compliance with the cost rules of the Texas Government Code Section 552.261 et. seq.
- 21. Customer Service Inspection Fee. A customer service inspection fee will be assessed each Applicant before permanent continuous service is provided to new construction: Residential customer service inspection fee: \$75.00 and Commercial customer service inspection fee: \$150.00.
- 22. Regulatory Assessment. A fee of 0.5% (1/2%) of the amount billed for water/sewer service will be assessed each customer; this assessment is required under Texas law and TCEQ regulations. NOTE: The regulatory assessment is not to be collected from state agencies, wholesale customers, or

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buyers of non-potable (not drinkable) water. (Ref. TCEQ RG-199 revised Sept. 2017)

- 23. *Additional Assessments*. In the event any federal, state or local government imposes on the Corporation a "per meter" fee or an assessment based on a percent of water charges, this fee or assessment will be billed and collected as a "pass through" charge to the customer.
- 24. *Other Fees.* All services outside the normal scope of utility operations that the Corporation may be compelled to provide at the request of a customer or Member shall be charged to the recipient based on the cost of providing such service.



SECTION H. <u>DROUGHT CONTINGENCY AND</u> <u>EMERGENCY WATER DEMAND MANAGEMENT PLAN</u>

1. Introduction

The goal of this plan is to cause a reduction in water use in response to drought or emergency conditions so that the water availability can be preserved. Since emergency conditions can occur rapidly, responses must also be enacted quickly. This plan has been prepared in advance considering conditions that will initiate and terminate the water use restriction program.

A Drought/Emergency Management Committee consisting of two Board Members and the System Manager will monitor usage patterns and public education efforts and will make recommendations to the Board on future conservation efforts, demand management procedures or any changes to this plan. The Committee will develop public awareness notices, bill stuffers, and other methods that will begin and continue as a constant type of reminder that water should be conserved at all times, not just during a drought or emergency. This Committee will also review and evaluate any needed amendments or major changes due to changes in the WSC service area population, distribution system or supply. This review and evaluation will be done on a regular basis of five years unless conditions necessitate more frequent amendments.

The plan will be implemented according to the three stages of water use restrictions as imposed by the Board. Paragraph 4 describes the conditions that will trigger these stages.

2. Public Involvement

Opportunity for the public to provide input into the preparation of the Plan was provided by the Board by scheduling and providing public notice of a public meeting to accept input on the Plan. Notice of the meeting was provided to all customers. In the adoption of this plan, the Board considered all comments from customers.

3. Coordination with Regional Water Planning Group

The service area of the Baffin Bay Water Supply Corporation (BBWSC) is located within the Coastal Bend Regional Planning Group and BBWSC has provided a copy of this plan to the Coastal Bend Regional Planning Group.

4. Trigger Conditions

The Drought Emergency Management Committee is responsible for monitoring water supply and demand conditions on a monthly basis (or more frequently if conditions warrant) and shall determine when conditions warrant initiation or termination of each stage of the plan, that is, when the specified triggers are reached. The Committee will monitor monthly operating reports, water supply or storage tank levels and/or rainfall as needed to determine when trigger conditions are reached. The triggering conditions described below take into consideration: the vulnerability of the water source under drought of record conditions, the production, treatment and distribution capacities of the system, and member usage based upon historical patterns.

- a. Stage I Mild Condition: Stage I water allocation measures may be implemented when one or more of the following conditions exist:
 - 1) Water consumption has reached 80 percent of daily maximum supply for three (3) consecutive days.
 - Water supply is reduced to a level that is only 20 percent greater than the average consumption for the previous month.

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- There is an extended period (at least eight (8) weeks) of low rainfall and daily use has risen 20 percent above the use for the same period during the previous year.
- **b. Stage II Moderate Conditions:** Stage II water allocation measures may be implemented when one of the following conditions exist:
 - 1) Water consumption has reached 90 percent of the amount available for three consecutive days.
 - 2) The water level in any of the water storage tanks cannot be replenished for three (3) consecutive days.
- **c. Stage III Severe Conditions:** Stage III water allocation measures may be implemented when one of the following five conditions exist:
 - Failure of a major component of the system or an event which reduces the minimum residual pressure in the system below 20 psi for a period of 24 hours or longer.
 - 2) Water consumption of 95 percent or more of the maximum available for three (3) consecutive days.
 - Water consumption of 100 percent of the maximum available and the water storage levels in the system drop during one 24-hour period.
 - 4) Natural or man-made contamination of the water supply source(s).
 - 5) The declaration of a state of disaster due to drought conditions in a county
 - 6) Other unforeseen events which could cause imminent health or safety risks to the public.

5. Stage Levels of Water Allocations

The stage levels of water allocations are to be placed in effect by the triggers in Paragraph 4. The System shall institute monitoring and enforce penalties for violations of the Drought Plan for each of the Stages listed below. The water allocation measures are summarized below.

a. Stage I - Mild Conditions

- 1) Alternate day, time of day, or duration restrictions for outside water usage allowed. (System will notify Customers which restriction is in effect)
- 2) The system will reduce flushing operations.
- 3) Reduction of customers' water use will be encouraged through notices on bills or other method.

b. Stage II - Moderate Conditions

- 1) All outside water use is prohibited (except for a livestock or other exemption or variance granted under this section).
- 2) Make public service announcements as conditions change via local media (TV, radio, newspapers, etc.).

c. Stage III - Severe Conditions

- 1) All outside watering prohibited.
- Water use will be restricted to a percentage of each member's prior month usage. This percentage may be adjusted as needed according to demand on the system. Notice of this amount will be sent to each customer.
- 3) Corporation shall continue enforcement and educational efforts.

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NOTE:

- There may be additional restrictions imposed by Governmental Entities.
- Meters will be read as often as necessary to ensure compliance with this program for the benefit of all the customers.

6. Initiation and Termination Procedures

Once a trigger condition occurs, the Corporation, or its designated responsible representative, shall, based on recommendation from the Chairperson of the Drought/Emergency Management Committee, decide if the appropriate stage of water use restrictions shall be initiated. The initiation may be delayed if there is a reasonable possibility the water system performance will not be compromised by the condition. If water allocation is to be instituted, written notice to the customers shall be given.

Written notice of the proposed water use restrictions measure shall be mailed or delivered to each affected customer upon the initiation of each stage. Notice may be sent by email only if the customer chooses the option to receive email notices instead of mailed notices and provides a valid email address. In addition, upon adoption of Stage II or Stage III, a notice will be placed in a local newspaper or announced on a local radio or television station. The customer notice shall contain the following information:

- a. The date water restriction shall begin,
- b. The expected duration,
- c. The stage (level) of water allocations to be employed,
- d. Penalty for violations of the water allocation program, and
- e. Affected area or areas.

A sample Customer Notice of Water Restrictions conditions is included in Miscellaneous Transaction Forms of this tariff.

If the water allocation program extends 30 days, then the Chairperson of the Drought/Emergency Management Committee or manager shall present the reasons for the allocations at the next scheduled Board Meeting and shall request the concurrence of the Board to extend the allocation period.

When the trigger condition no longer exists then the responsible official may terminate the water allocations provided that such an action is based on sound judgment. Written notice of the end of allocations shall be given to customers. A water allocation period may not exceed 60 days without extension by action of the Board.

7. Penalties for Violations

- a. First Violation –The customer/member will be notified by a written notice of their specific violation and their need to comply with the tariff rules. The notice will show the amount of penalty * to be assessed for continued violations
- b. Second Violation The Corporation will assess a penalty * of \$75.00. The notice of second violation will show the amount of penalty to be assessed and will inform the customer that failure to pay the penalty will result in termination of service to be restored only upon payment of penalty. The notice will also inform the customer that additional violations will trigger more severe penalties and may result in termination of service regardless of whether the customer pays the penalties.

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- c. Subsequent Violations The Corporation will assess an additional penalty * of \$225.00 for violations continuing after the Second Violation. The notice of subsequent violation will show the amount of the penalty to be assessed and will inform the violator that failure to pay the penalty will result in termination of service to be restored only upon payment of penalty and service call to restore service. The notice will also inform the customer that the Corporation may also install a flow restricting device in the customer's meter service to limit the amount of water that will pass through the meter in a 24-hour period. The costs of this procedure will be for the actual work and equipment and shall be paid by the customer. Removal of this device will be considered Meter Tampering and will result in disconnection of service without further notice. The notice of subsequent violation will also inform the customer that additional penalties will be assessed for additional violations; and in addition to penalties, that water service will be terminated for a period of three (3) days regardless of whether the customer pays the penalties for the additional violations.
- **d.** Termination—The Corporation will terminate service for up to 7 days for continuing violations under this section. Service will remain off until any delinquent penalty* or other assessment is fully paid including a charge for the service call to restore service.

These provisions apply to all customers of the Corporation.

NOTE: PENALTY * – A WSC is allowed to charge a reasonable penalty to customers that fail to comply with the water use restriction procedures in accordance with 30 TAC 291.41(j) if:

- (1) the penalty is clearly stated in the tariff;
- (2) the penalty is reasonable and does not exceed six (6) times the minimum monthly bill stated in the water supply corporation's current tariff; and
- (3) the water supply corporation has deposited the penalty in a separate account dedicated to enhancing water supply for the benefit of all the water supply corporation's customers.

8. Exemptions or Waivers

The Drought/Emergency Management Committee may, in writing, grant temporary variance for existing water uses otherwise prohibited under this Plan if it is determined that failure to grant such variance would cause an emergency condition adversely affecting the health or sanitation for the public or the person requesting such variance and if one or more of the following conditions are met:

- a. Compliance with this Plan cannot be technically accomplished during the duration of the water supply shortage or other condition for which the Plan is in effect.
- **b.** Alternative methods can be implemented which will achieve the same level of reduction in water use.

Persons requesting an exemption from the provisions of this Plan shall file a petition for variance with the Drought/Emergency Management Committee within five (5) days after the Plan or a particular drought response stage has been invoked or after a condition justifying the variance first occurs. All petitions for variances shall be reviewed by the Committee and shall include the following:

- Name and address of the petitioner(s).
- Purpose of water use.
- Specific provision(s) of the Plan from which the petitioner is requesting relief.
- Detailed statement as to how the specific provision of the Plan adversely affects the petitioner or what damage or harm will occur to the petitioner or others if petitioner complies with this Plan.

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- Description of the relief requested.
- Period of time for which the variance is sought.
- Alternative water use restrictions or other measures the petitioner is taking or proposes to take to meet the intent of this Plan and the compliance date.
- Other pertinent information, as requested by the Committee.

Variances granted by the Committee shall be subject to the following conditions, unless specifically waived or modified by the Committee or Board of Directors:

• Variances granted shall include a timetable for compliance.

Variances granted shall expire when the water allocation is no longer in effect, unless the petitioner has failed to meet specified requirements. No variance allowed for a condition requiring water allocation will continue beyond the termination of water allocation under Section F. Any variance for a subsequent water allocation must be petitioned again. The fact that a variance has been granted in response to a petition will have no relevance to the Committee's decision on any subsequent petition.

No variance shall be retroactive or otherwise justify any violation of this Plan occurring prior to the issuance of the variance.

9. Implementation

The Board establishes a Drought/Emergency Management Committee by Resolution, the chairperson of which will be the responsible representative to make Drought and Emergency Water Management actions. This Committee will review the procedures in this plan annually or more frequently. Modifications may be required to accommodate system growth, changes in water use demand, available water supply and/or other circumstances.

This Plan was adopted by the Board at a properly noticed meeting held on Hugust 14, 2025.

Secretary of Board

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SECTION I: SAMPLE APPLICATION PACKET

Baffin Bay Water Supply Corporation Service Application and Agreement Form (USDA RUS-TX Bulletin)

Transfer Form

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

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

Non-Standard Service Application

Non-Standard Service Contract



CORPORATION USE ONLY

RUS-TX Bulletin 1780-9

BAFFIN BAY WATER SUPPLY CORP.

SERVICE APPLICATION AND AGREEMENT	Date Approved: Service Classification:
SERVICE AFFLICATION AND AGREEMENT	Cost: Work Order Number:
Please Print: DATE ACCT #	Work Order Number:
	Account Number:
APPLICANT'S NAME	Bei vice inspection Bute.
CO-APPLICANT'S NAME	
	E BILLING ADDRESS: If Applicable
PHONE NUMBER – Cell (
PROOF OF OWNERSHIP PROVIDED BY: Executed Warranty Deed. Deed of	of Trust, or other Appropriate Recorded Deed
DRIVER'S LICENSE NUMBER OF APPLICANT	
LEGAL DESCRIPTION OF PROPERTY: 1.) Include name of road, subdivision legal 911 address for service purposes	with lot and block number 2.) Must also include
PREVIOUS OWNER'S NAME AND ADDRESS (If membership is being transfe	erred)
Property Size/Acreage Sq ft of Structure/Residence Live Number in Family Pool/Pond/Well(Yes)(No)	
SPECIAL SERVICE NEEDS OF APPLICANT	
NOTE: FORM MUST BE COMPLETED BY APPLICANT ONLY. A MAP OF ATTACHED.	F SERVICE LOCATION REQUEST MUST BE
The following information is requested by the Federal Government in order to modiscrimination against applicants seeking to participate in this program. You are encouraged to do so. This information will not be used in evaluating your application of the second	not required to furnish this information, but are ation or to discriminate against you in any way.
Ethnicity: Hispanic or Latino Race: Not of Hispanic or Latino Black or African Ame Asian Native Hawaiian or O Gender: Male Female	erican

EQUAL OPPORTUNITY PROGRAM



AGREEMENT made this	day of	, betwee
Baffin Bay Water Supply Corporation, a	a corporation organized	under the laws of the State of Texas
(hereinafter called the Corporation) and	•	
	4	
	(here	inafter called the Applicant and/or member)

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

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

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

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

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

The Applicant hereby agrees to obtain, utilize, and/or reserve service as soon as it is available. Applicant, upon qualification for service under the terms of the Corporation's policies, shall further qualify as a Member and the Indication of Interest Fee shall then be converted by the Corporation to a Membership Fee. Applicant further agrees to pay, upon becoming a Member, the monthly charges for such service as prescribed in the Corporation's tariff. Any breach of this agreement shall give cause for the Corporation to liquidate, as damages, the fees previously paid as an indication of interest. In addition to any Indication of Interest Fees forfeited, the Corporation may assess a lump sum of \$300.00 as liquidated damages to defray any losses incurred by the Corporation.

If delivery of service to said location is deemed infeasible by the Corporation as a part of this project, the Applicant shall be denied Membership in the Corporation and the Indication of Interest Fee, less expenses, shall be refunded. The Applicant may re-apply for service at a later date under the terms and conditions of the Corporation's policies. For the purposes of this agreement, an Indication of Interest Fee shall be of an amount equal to the Corporation's Membership Fees.

In the event the applicant is in the process of construction, the Membership will be considered TEMPORARY until such time as the final Customer Service Inspection is completed and the forms are returned as required. (See <u>Section C Definitions</u>, <u>E. 24.</u>, <u>G.4</u>, and <u>Section J</u>. CSI Certificate).

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

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

PURPOSE:

The Corporation is responsible for protecting the drinking water supply from contamination or pollution which could result from improper system construction or configuration on the retail connection owner's side of the meter. This service agreement serves as notice to each customer of the restrictions which are in place to provide this protection. The Corporation shall enforce these restrictions to ensure the public health and welfare. Each retail customer must sign this agreement before the Baffin Bay Water Supply Corp. will begin service. In addition, when service to an existing retail connection has been suspended or terminated, the water system will not re-establish service unless it has a signed copy of this agreement.

The following unacceptable practices are prohibited by state regulations:

- a. No direct connection between the public drinking water supply and a potential source of contamination is permitted. Potential sources of contamination shall be isolated from the public water system by an air gap or an appropriate backflow prevention assembly in accordance with state regulations.
- b. No cross-connection between the public drinking water supply and a private water system is permitted. These potential threats to the public drinking water supply shall be eliminated at the service connection by the proper installation of an air gap or a reduced pressure-zone backflow prevention assembly and a service agreement must exist for annual inspection and testing by a certified backflow prevention device tester.
- c. No connection which allows condensing, cooling, or industrial process water to be returned to the public drinking water supply is permitted.
- d. No pipe or pipe fitting which contains more than 0.25% lead may be used for the installation or repair of plumbing at any connection which provides water for human consumption.
- e. No solder or flux which contains more than 0.2 % lead may be used for the installation or repair of plumbing at any connection which provides water for human consumption.



SERVICE AGREEMENT:

The Corporation shall maintain a copy of this agreement as long as the Member and/or premises is connected to the public water system. The Member shall allow their property to be inspected for possible cross-connections, potential contamination hazards, and illegal lead materials. These inspections shall be conducted by the Corporation or its designated agent prior to initiating new water service; when there is reason to believe that cross-connections or other potential contamination hazards exist; or after any major changes to the private water distribution facilities. The inspections shall be conducted during the Corporation's normal business hours.

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

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

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

The Applicant shall grant to the Corporation permanent recorded easement(s) dedicated to the Corporation for the purpose of providing reasonable rights of access and use to allow the Corporation to construct, maintain, replace, upgrade, parallel, inspect, test and operate any facilities necessary to serve that Applicant as well as the Corporation's purposes in providing system wide service for existing or future members.

By execution hereof, the Applicant shall guarantee payment of all rates, fees, and charges due on this account.

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

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



Please answer the following with a Y (yes), N (no), o	or NA (not applicable):
1. Do you own the property where your water service 2. Have you provided proof of ownership? (Example	e will be located?e: Copy of Executed, Filed, and Recorded Warranty Deed or Other
Appropriate Deed?	NG, STORE, RENT HOUSE OR ESTABLISHMENT may be served
from ONE METED as per state law?	water service fee will apply monthly on each meter, regardless of
5. Do you reside on the property where your meter is 6. Do you agree and understand that as a property ow water service to the property, regardless of whether 6. Do you agree and understand that you will notify the service to the property of the property	vner, you are required to maintain a membership in order to maintain or not a renter resides at the residence? this office of each new renter change and sign a Billing Authorization aired to complete a Rental Agreement Application and as member of
COMPLY WITH THE LITILITIY'S TARIFF AND BY	PLICATION FOR PUBLIC UTILITY SERVICE, I AGREE TO YLAWS AND RULES AND REGULATIONS OF THE TCEQ AND . I GRANT ALL NECESSARY EASEMENTS AND RIGHT OF ENTRY
AGREE TO REMAIN RESPONSIBLE FOR UTILITY	JITY BILLS FOR THE SERVICE ADDRESS PRINTED ABOVE. I Y BILLS FOR THIS SERVICE ADDRESS FROM THE DATE OF E IS TERMINATED. I UNDERSTAND THAT SERVICE WILL NOT JEST IT IN WRITING.
I AGREE TO TAKE NO ACTIONS TO CREATE A H PLANT, ITS PERSONNEL, OR ITS CUSTOMERS. I THE UTILITY SYSTEM WITHOUT NOTICE TO AN	EALTH HAZARD OR OTHERWISE ENDANGER THE UTILITY'S AGREE TO PUT NO UNUSUAL, NON-DOMESTIC DEMANDS ON NO PERMISSION FROM THE UTILITY.
WATER SUPPLY CORPORATION AND ABIDE BY	RMS OF SERVICE IN THE TARIFF MAY BE CHANGED IN THE
Applicant	Witness to Applicant Signature
Co-Applicant(s)	Witness to Co-Applicant(s) Signature(s)

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

Date Approved

BAFFIN BAY WATER SUPPLY CORPORATION IS AN EQUAL OPPORTUNITY PROVIDER & EMPLOYER

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Approved and Accepted

Transfer Form

Date:	
Baffin Bay Water Supply Corp 708 South FM 1546 Riviera, Texas 78379 Office (361)297-5253	
RE: Account#	Transfer Fee Pd. by Buyer
To: Board of Directors This letter is to notify you that to:	t the membership with the Baffin Bay Water Supply Corporation belonging
Transferor's Name(s):	
Service Address of Water Acct	
Cell #(s):	
Is being transferred to:	
Transferee's Name(s):	
Service Address of Water Acct	·
Cell #(s):	
Transfer is effective	(Date)
Sincerely,	
(Transferor(s)' Signature(s)	<u> </u>
(Transferee(s)' Signature(s)	

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

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

UNITED STATES DEPARTMENT OF AGRICULTURE Rural Utilities Service

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

KNOW ALL MEN BY THESE PRESENTS, That	(hereinafter called
"Grantors") in consideration of one dollar (\$1.00) and other good	and valuable consideration paid by
. (hereinafter called "	Grantee"), the receipt and sufficiency of
which is hereby acknowledged, does hereby grant, bargain, sell, transfer, and co assigns, a perpetual easement with the right to erect, construct, install, and lay and repair, maintain, replace, upgrade, parallel and remove water distribution lin acres of land, more particularly described in instrument repetuded Records,	invey to said Grantee, its successors, and thereafter access and use, operate, inspect, les and appurtenances, over and across
lands for the purposes for which the above mentioned rights are granted. The easen	ingress and egress over Grancors adjacent
, ,	iem nereby granted sharr not exceed 15 m
width, the center line thereof to be located across said land as follows:	
Grantee shall have such other rights and benefits necessary and/or conventights herein granted, including without limitation, (1) the reasonable right of ingressing Grantor which are contiguous to the easement; (2) the reasonable right from the undergrowth and other obstructions that may injure the Grantee's facilities and appur maintenance, inspection, operation, protection, repair, alteration, testing, replacement substitution or removal thereof; and (3) the right to abandon-in-place any and all was service lines and associated appurtenances, such that Grantee shall have no obligation or assigns, to move or remove any such abandoned lines or appurtenances.	ss and egress over and across lands owned me to time to remove any and all paving, tenances or interfere with the construction, it, upgrading, relocation (as above limited), ater supply and/or sewer distribution lines,
In the event the county or state hereafter widens or relocates any public road and/or sewer line as installed, Grantor further grants to Grantee an additional easabove for the purpose of laterally relocating said water and/or sewer lines as may be	ement over and across the land described necessary to clear the road improvements,
which easement hereby granted shall be limited to a strip of land 15' in width, the relocated.	e center line thereof being the pipeline as
The consideration recited herein shall constitute payment in full for all dama installation of the structures referred to herein, and the Grantee will maintain suc efficiency so that no unreasonable damages will result from its use to Grantors' pre provisions of this grant shall constitute a covenant running with the land for the bassigns. The Grantors covenant that they are the owners of the above described land all encumbrances and liens except the following:	th easement in a state of good repair and mises. This agreement together with other benefit of the Grantee, its successors, and

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day of

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

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

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

IN WITNESS WHEREOF the	e said Grantors have executed this instrument t	hisday of
	ACKNOWLEDGEMENT (Individual)	
STATE OF TEXAS § COUNTY OF §		
 -	edged before me on by _	
(SEAL)		
	Notary Public, State of Texas	

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

UNITED STATES DEPARTMENT OF AGRICULTURE Rural Utilities Service

RIGHT-OF-WAY EASEMENT (General Type Easement)

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



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

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

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

IN WITNESS WHEREOF the said Grantors have executed the, 20	nis instrument thisday of
ACKNOWLEDGMENT	
(Individual)	
STATE OF TEXAS §	
COUNTY OF §	
This instrument was acknowledged before me on	by
(SEAL)	
_	Notary Public, State of Texas

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BAFFIN BAY WATER SUPPLY CORPORATION NON-STANDARD SERVICE APPLICATION

Please Print or Type Applicant's name/Company ______ Address/City/State/ZIP: Phone number (____) ___ - ____ FAX (___) ___ -Please attach a legal description of the proposed development as listed in deed records as a filed plat or parcel of land where other types of non-standard water/sewer service is requested. Plat requirements include: name of subdivision, owner/developer's name, lot sizes and lot lines, lot numbers, right of way dimensions and dedicated utility easements, legal description, highway and county road numbers, total acreage, adjoining property owners, flood plain, and vicinity map. Instrument must show proof of ownership; preliminary plats are acceptable for discussion purposes but an "approved plat" must be provided before contract closing. Check type of service application or development: ☐ Residential Subdivision ☐ Multi-family ☐ Mobile Home Park ☐ Trailer Park ☐ School ☐ Line Extension ☐ Commercial/Industrial Park ☐ Large Meter (>1") ■ Multi-use Facility
■ Other Please list all water demand criteria for each meter or meter equivalent, or attach any engineering studies completed for the proposed service: Maximum number of proposed lots: _____ Range of standard lot sizes: _____ Acreage Please describe in detail the nature and scope of the project/development. Initial needs_____ Phased and final needs, including a map showing each phase, and the projected land uses that support the requested level of service for each phase. Please list any additional special service needs not listed above.



following initial service.	eline for initiation of this servi including a schedule of ever projected phases. This timel	nts leading up to the ant	ach additional or projected phas icipated date of service. Specify a separate page.
Please describe how the	e utility may access the prop	perty during evaluation of	of application.

Please attach the following information, as applicable:

- A proposed calendar of events, including design, plat approval, construction phasing and initial occupancy.
- Maps or plans detailing the location of the requested service installation and/or extension and details
 of demand requirements (if applying for a single tap that requires a line extension, road bore, or
 upsizing of facilities).

Required Fees

In the event the Investigation Fee is not sufficient to pay all expenses incurred by the Corporation, the Applicant agrees to pay all additional expenses that have been or will be incurred by the Corporation and Corporation will have no obligation to complete processing of the Applications until all remaining expenses have been paid.

Corporation's response to service request

The Corporation will prepare a written response to Applicant's service request within 90 days from the date the application was submitted and the required fees were paid. The Corporation's response will state the timeframe within which the requested service can be provided, and the costs for which the Applicant will be responsible, which may include capital improvements, easements or land acquisition costs, and professional fees.

Applicant has received and reviewed Section F of the Corporation's tariff and agrees to comply with all the requirements contained therein.

Under penalties of perjury, I declare that I have reviewed the information presented in this Application, including accompanying documents, and to the best of my knowledge and belief, the information is true, correct and complete.



Print Applicant/Name of Company	For Corporation Use Only
Signature of Authorized Representative	Date application received
	Amount Fees Paid / Date Paid
Date	Signature WSC staff member

Baffin Bay WSC Non-Standard Service Application / Page $\it 3$ of $\it 3$



NON-STANDARD SERVICE CONTRACT

THE STATE OF TEXAS COUNTY OF KLEBERG

THE CONTENT CT is made and entared into by and between			
THIS CONTRACT is made and entered into by and betweennereinafter referred to as "Applicant", and Baffin Bay Water Supply Corporation, hereinafter ref	erred		
to as "BRWSC" or "Corporation".			
WHEREAS, Applicant is engaged in developing that certain acres of la	and		
in Klaberg County Texas, more particularly known as the			
subdivision, according to the plat thereof recorded at Vol. , Page of the Plat Record	s of		
Subdivision, according to the plat thereof recorded at Vol, Page of the Plat Record Kleberg County, Texas, said land being hereinafter referred to as "the Property"; and, WHEREAS, BBWSC owns and operates a water system which supplies potable water for human consumption and other domestic uses to customers within its service area; and, WHEREAS, Applicant has requested BBWSC to provide such water service to the Properthrough an extension of BBWSC's water system, which includes all on-site and off-site service facilities to meet the level and manner of service requested by the Applicant, such extension being hereinafter referred to as "the Water System Extension"; NOW THEREFORE: KNOW ALL MEN BY THESE PRESENTS: THAT for and in consideration for the mutual promises hereinafter expressed, and other good as	or erty ng		
valuable consideration, the sufficiency of which is hereby acknowledged by the parties, Applicant			
and BBWSC agree and contract as follows:			

1. Engineering and Design of the Water System Extension.

- (a) The Water System Extension shall be engineered and designed by a Texas Licensed Professional Engineer in accordance with the applicable specifications of the BBWSC and all governmental agencies having jurisdiction. All plans and specifications must be reviewed and approved by BBWSC's consulting engineer prior to the issuance of any request for bids for the construction of the Water System Extension. After such approval of the plans and specifications by the BBWSC's consulting engineer, the plans and specifications shall become part of this Agreement by reference and shall more particularly define "the Water System Extension".
- (b) The Water System Extension must be sized to provide continuous and adequate water service to the Property based on plans for the development as provided to BBWSC by the Applicant. BBWSC may require the Water System Extension to be oversized in anticipation of the needs of other customers of the BBWSC, subject to the obligation to reimburse the Applicant for any such oversizing as provided below.

2. Required Sites, Easements or Rights-of-Way.

- (a) Applicant shall be responsible for dedicating or acquiring any easements across privately owned land or sites (including off-site) which are necessary for the construction or operation of the Water System Extension and for obtaining any Governmental approvals necessary to construct the Water System Extension in public right-of-way.
- (b) Any easements acquired by the Applicant shall be in a form approved by the BBWSC (see Form of Easement, attached to this Contract and made a part

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- hereof) and shall be assigned to BBWSC upon proper completion of the construction of the Water System Extension.
- (c) The validity of the legal instruments by which the Applicant acquires any such easements and by which Applicant assigns such easements to BBWSC must be approved by BBWSC's attorney.

3. Construction of the Water System Extension

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

4. Dedication of Water System Extension to WSC.

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

5. Cost of the Water System Extension.

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

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annual installments without interest beginning one year after dedication of the Water System Extension to BBWSC.

6. Service From the Water System Extension.

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

7. Effect of Force Majeure.

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

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

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8.	Notices.
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• :	Any notice to be given hereunder by either party to the other party shall be in writing and may be affected by personal delivery or by sending said notices by registered or certified mail, return receipt requested, to the address set forth below Notice shall be deemed given when deposited with the United States Postal Service with sufficient postage affixed. Any notice mailed to the BBWSC shall be
	addressed:
Ar.	y notice mailed to Applicant shall be addressed:
,	

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

9. Breach of Contract and Remedies.

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

10. Third Parties.

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

Captions.

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

12. Context.

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

13. Mediation. [Optional]

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

14. Litigation Expenses.

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

15. Intent.

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

16. Multiple Originals.

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

17. Authority.

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

18. Severability.

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

19. Entire Agreement.

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

20. Amendment.



No amendment of this Agreement shall be effective unless and until it is duly approved by each party and reduced to a writing signed by the authorized representatives of the BBWSC and the Applicant, respectively, which amendment shall incorporate this Agreement in every particular not otherwise changed by the amendment.

21. Governing Law.

This Agreement shall be construed under and in accordance with the laws of the State of Texas and all obligations of the parties are expressly deemed performable in Kleberg County, Texas.

22. Venue.

Any action at law or in equity brought to enforce or interpret any provision of this Contract shall be brought in a state court of competent jurisdiction with venue in Kleberg County, Texas.

23. Successors and Assigns.

This Agreement shall be binding on and shall inure to the benefit of the heirs, successors and assigns of the parties.

24. Assignability.

The rights and obligations of the Applicant hereunder may not be assigned without the prior written consent of the BBWSC.

25. Effective Date.

This Agreement shall be effective from and after the date of due execution by all parties.

IN WITNESS WHEREOF each of the parties has caused this Agreement to be executed by its duly authorized representative in multiple copies, each of equal dignity, on the date or dates indicated below.

Baffin Bay Water Supply Corporation	APPLICANT
By:	By:
Name:	Name:
Title:	Title:
Date:	Date:

Am

SECTION J.
MISCELLANEOUS
TRANSACTION
FORMS

Baffin Bay Water Supply Corporation Mailing Address: 708 South FM 1546 • Riviera, TX 78379 Physical Address: 870 East FM 772, Riviera, Texas 78379 Office 361-297-5253 Fax: 361-297-5355 E-Mail: baffinbaywsc@gmail.com

ALTERNATE BILLING AGREEMENT FOR RENTAL ACCOUNTS

NAME:	METER #:
ADDRESS:	
PHONE NUMBER: (CELL)	
I hereby authorize Baffin Bay Wa person(s) at the service address li	r Supply Corporation to send all billings on my account to the d below until further written notice:
PHONE NUMBER:	
delinquencies on this account price the account in accordance with the I understand that if I request the discontinuing service to an occup listed person with notice of discount I also understand that I am res	ement that I will be given notice by the Corporation of all to disconnection of service. A notification fee shall be charged to provisions of the Corporation's Tariff. my membership be canceled at this location, thereby a rental property, that the Corporation will provide the above ection five (5) days prior to the scheduled disconnection date. Insible to see that this account balance is kept current, as is any mis account shall not be reinstated until all debt on the account ha
Signature	Date
	m complaint of discrimination, complete the USDA Program

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint-filing-cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

BAFFIN BAY WSC DISCLOSURE OF PERSONAL INFORMATION CONTAINED IN UTILITY RECORDS

Chapter 182, Subchapter B of the Texas Utilities Code makes confidential a customer's address, telephone number, account records, social security number, and information relating to the volume or units of utility usage, or the amounts billed to or collected from the individual for utility usage. However, utility customers may elect to authorize disclosure of this information by completing the form at the bottom of this page and returning it to:

Baffin Bay Water Supply Corporation 708 South FM 1546 Riviera, Texas 78379 baffinbaywsc@gmail.com

Customers may rescind a request for disclosure by submitting a written request to the address above. <u>Your response</u> is not necessary if you wish for your information to remain confidential.

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

Regardless of the confidentiality provision in Utilities Code Sec182.052, we must still provide this information to (1) an official or employee of the state or a political subdivision of the state, or the federal government acting in an official capacity; (2) an employee of a utility acting in connection with the employee's duties; (3) a consumer reporting agency; (4) a contractor or subcontractor approved by and providing services to the utility or to the state, a political subdivision of the state, the federal government, or an agency of the state or federal government; (5) a person for whom the customer has contractually waived confidentiality for personal information; or (6) another entity that provides water, wastewater, sewer, gas, garbage, electricity, or drainage service for compensation.

¹ See Texas Public Information Act, C Security numbers.	Sovernment Code Sec. 552.147, for limitations on disclosure	of Social
]	Detach and Return This Section	
	se my personal information, including my address, telephone security number if Baffin Bay WSC receives a written reques	
Name of Account Holder	Account Number	
Address	Area Code/Telephone Number	
City, State, Zip Code	Signature	



CUSTOMER NOTICE OF WATER USE RESTRICTIONS

DATE:
TO: Customers of Baffin Bay Water Supply Corporation
FROM:
Manager, Baffin Bay WSC
Due to extreme water usage during the past weeks, our system is unable to meet the demand of all water needs. Therefore, under our Drought Contingency and Emergency Water Demand Management Plan on file with the Texas Commission on Environmental Quality, Stage and will be in effect no later than or until the situation improves. Stage allocation restricts your water use as follows:
The Board has authorized those penalties and measures contained in the Corporation's tariff that may be levied against you and placed on your account(s) if you are found violating this allocation. Subsequent violations may result in temporary termination of service. If you feel you have good cause for a variance from this water use restrictions program please contact us in writing at the address above. A complete copy of our approved Drought Contingency and Emergency Water Demand Management Plan is available for review at our business office. A copy may be obtained for standard copying charges.
Thank you for your cooperation.

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CUSTOMER NOTICE OF FIRST VIOLATION AND PENALTY

DATE:	
FROM:	, Manager, Baffin Bay WSC
TO: it was determined that you vice Corporation's Drought Contin [DESCRIBE VIOLATION]	, you are hereby notified that on, lated the restrictions on your water use that are required under the agency and Emergency Water Demand Management Plan. Specifically,
restrictions notice sent to all c NOTICE OF WATER USE R Tariff, you are hereby directed Corporation's business office Failure to pay this penalty b WITHOUT FURTHER NO	f violation. You are hereby notified of a violation of our water use ustomers on (see attached COPY OF CUSTOMER ESTRICTIONS). Accordingly, and as provided in the Corporation's to pay a penalty of \$, to be received in the no later than a. m. / p. m.,, y this date and time will result in termination of your water service FICE. Any further reconnection will require payment of the service call to restore service.
Notice of Water Use Restriction severe, penalty for any future	to restrict your water use according to the Corporation's previous ons. Accordingly, you will be assessed an additional, and more re violation following this Notice. Continued violations may result in rice regardless of whether you pay the penalties assessed for these
	ved Drought Contingency and Emergency Water Demand Management review at our business office. A copy of the Plan may be obtained on charges.
The conservation of our water Your cooperation is appreciate We appreciate your cooperation	
Corporation Official	

CUSTOMER NOTICE OF SECOND VIOLATION AND PENALTY

DATE:		
FROM:	, Manager,	WSC
TO:	you are hereby notified the	nat on
This is the SECOND violation. You (see attached copy of "Customer Not Corporation's Tariff, you are hereby Corporation's business office no late Failure to pay this penalty by this WITHOUT FURTHER NOTICE penalty and a charge for the servi	otice of Violation"). Accordingly, a directed to pay a penalty of er than am/pm), date and time will result in term. Any further reconnection will	, to be received in the , to be received in the ination of your water service
You are directed immediately to res of Violation". Accordingly, you wi violation following this Notice. Co regardless of whether you pay the p	Ill be assessed an additional, and ontinued violations may result in te	rmination of your water service
A complete copy of our approved D Plan remains available for your revi payment of standard copying charge	iew at our business office. A copy	cy Water demand Management of the Plan may be obtained on
The conservation of our water resor Your cooperation is appreciated.	rces is an important responsibility	of all members and customers.
Corporation Official	<u> </u>	

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

MAG

CUSTOMER NOTICE OF SUBSEQUENT VIOLATION AND PENALTY

DATE:		
FROM:	, Manager,	wsc
TO:that you violated the allocatio Drought Contingency and EmVIOLATION].	, you are hereby notified n restricting your water use which is sergency Water Demand Plan. Speci	that on it was determined s required under the Corporation's ifically, [DESCRIBE
You have been notified previous were assessed a penalty from copy of customer notice of views.	ously of the restrictions on your wat for your second violation which occupolation).	er use that must be followed, and urred on (see attached
severe, penalty if the violation Accordingly, you are hereby of business office no later than _ Failure to pay this penalty b	y this date and time will result in TICE. Any reconnection will requi	termination of your water service
water that will flow through y equipment and shall be paid b	nay install a flow restricting device, our meter. The costs of this proceduty the customer. Removal of this dedisconnection of service without fur	are will be for the actual work and evice will be considered Meter
first notice to you. You have will be assessed for addition SERVICE WILL BE TERM	mmediately to restrict your water us been directed to do so	previously. Additional penalties penalties, YOUR WATER THREE (3) DAYS FOR ANY
Your prompt attention to this and its members.	matter will be appreciated by the Ba	affin Bay Water Supply Corporation
Corporation Official		
	aplaint of discrimination, complete the USDA Program _cust.html, or at any USDA office, or call (866) 632-95	

containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture,

Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at

My

program.intake@usda.gov.

NOTICE OF TERMINATION DUE TO VIOLATION OF RESTRICTIONS ON WATER USE

DATE:	
FROM:	, Manager, Baffin Bay WSC
TO:	, you are hereby notified that on, lated the restrictions on your water use that are required under the agency and Emergency Water Demand Management Plan.
these violations have continue water service will be terminat until and only after payment of a cl	harge for the service call to restore your service. Additional violations
	ges, including monthly bills, are outstanding, you will be required to your service will be restored.
	l violation of the water use restrictions required under the Corporation's tergency Water Demand Plan have led to this action.
Corporation Official	

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

Me

NOTICE OF PROHIBITION OF

MULTIPLE CONNECTIONS TO A SINGLE TAP

DATE:
FROM:
TO:
You are hereby notified that Baffin Bay Water Supply Corporation ("Corporation") has sufficient reason to believe a Multiple Connection exists on your property at
in violation of the Corporation's tariff, Section E, Prohibition of Multiple
Connections to a Single Tap. Pursuant to the tariff, no more than one (1) residential, commercial, or
industrial service connection is allowed per meter. The Corporation shall discontinue service under
the Disconnection with Notice provisions of the Corporation's tariff if the Multiple
Connection is not rectified within (days or date).
See also 30 Texas Administrative Code 290.38(15) and 290.44(d)(4) and Texas Commission on
Environmental Quality's Regulatory Guidance document number RG-219 attached.
(page 1 of 2)

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.



TCEQ REGULATORY GUIDANCE

Water Supply Division RG-219

May 2008

One Meter per Residence Requirements

It is important for water customers to receive a continuous and adequate supply of water. It is equally important for retail public utilities to have adequate measures in place to help ensure that each water customer receives an adequate supply of water that is protected from contamination from external sources. To help achieve this, rules have been written for the protection of both the customer and the utilities that call for one meter per residence or per commercial connection. The following are excerpts from TCEQ rules. The numbers and letters in brackets indicate where these rules can be found in the Texas Administrative Code (30 TAC).

These rules apply to public water utilities:

One meter is required for each residential, commercial, or industrial service connection. An apartment building or mobile home park may be considered by the utility to be a single commercial facility for the purpose of these sections. The executive director may grant an exception to the individual meter requirement if the plumbing of an existing multiple use or multiple occupant building would prohibit the installation of individual meters at a reasonable cost or would result in unreasonable disruption of

the customary use of the property. [291.89(a)(4)]

Use of meter. All charges for water service shall be based on meter measurements, except where otherwise authorized in the utility's approved tariff. [291.89(a)(1)]

These rules apply to retail public utilities and public water systems:

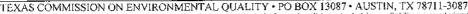
Each community public water system shall provide accurate metering devices at each service connection for the accumulation of water usage data. [290.44(d)(4)]

Connection - A single family residential unit or each commercial or industrial establishment to which drinking water is supplied from the system.
[290.38]

Questions? Contact the Consumer Assistance group, Water Supply Division, at 512-239-4691 (fax, 512-239-6145) or by mail at this address: Consumer Assistance MC 153 TCEQ

Austin TX 78711-3087

PO Box 13087



BAFFIN BAY WSC DEFERRED PAYMENT AGREEMENT

By execution of this Agreement, the undersign	gned Member agrees to payment of outstanding
debt for water utility service as set forth below:	
Member agrees to pay \$	per month, in addition to current monthly water
utility service rates, fees, and charges, as set forth in	the Corporation's Tariff, until the account is paid
in full. Any fees normally assessed by the corporat	
declining unpaid balance.	
	shall institute the Corporation's disconnection
procedures as set forth in the Corporation's Tariff u	nless other satisfactory arrangements are made by
the Member and approved by the Corporation's autl	norized representative.
Member	
Date	
Baffin Bay WSC Authorized Representative	
Date	

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

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BAFFIN BAY WATER SUPPLY CORPORATION INSTALLMENT AGREEMENT

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

MI

BAFFIN BAY WATER SUPPLY CORPORATION LINE EXTENSION REIMBURSEMENT AGREEMENT

The Baffin Bay Water Supply Corporation Board	affirms that	
will be assumed as are wided in this Refund Aureeme	ent approved at th	ne regular board meeting on the
day of, 20, on a prorated bas inch line extension which have been paid by all approved applicants requesting service from said line	is for construction	on costs for the leet of
inch line extension which have been paid by		This will be collected from
all approved applicants requesting service from said line	extension, to a n	naximum of connections
for a namical not to exceed vears from the 0	1av ot	III the year of (date
the line extension was completed and/or approved for ser	vice) aner wiici	I time the Keimburschicht
A grapment will evnire and the Cornoration shall be under	r no further obiis	gation to
. The Corporation shall tra	ansfer said comp	ensation within days of
receipt.		
It is to understand that the Corporation will secure service fees from applicants for service from said line extended the compensation provided by this Refund Agreement will applicant requesting service from said line extension obtained the corporation limiting the amount the Corporation may extension.	tension, and fron ill be modified a ains a final admi	n no other sources. Accordingly utomatically in the event any nistrative or Judicial
This agreement entered into on the day	in t	ne year of by:
Water Supply Corporation		
water supply corporation	Signed by Ap	pplicant
	- B D D	•
Signed by President	Address	
Address	City	Zip
110000		- - T
City Zip	Witness	
~~~,		
Date filed: / /		
Date med.		
THE STATE OF TEXAS COUNTY OF		
THE STATE OF TEXAS, COUNTY OF IN WITNESS WHEREOF the said Member/Applicant a	nd President of	WSC has
evented this instrument this day of	20	
executed this instrument this day of	20 Or C	ounty and State of Texas, on this
day parsonally appeared and		known to me to be the
day personally appeared and person(s) whose names are subscribed to the foregoing in	nstrument and a	eknowledged to me that
he/she/they executed the same for the purpose and consider	deration therein a	expressed
THE SHEATHEN EXCERTED THE SAME FOR THE DAILDOSS AND SOLID.		22000000
CIVEN LINDER MY HAND AND SEAL OF OFFICE	THIS da	v of
GIVEN UNDER MY HAND AND SEAL OF OFFICE	THIS day	y of, 20
GIVEN UNDER MY HAND AND SEAL OF OFFICE	THIS day	y of, 20

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## BAFFIN BAY WATER SUPPLY CORPORATION MEMBERSHIP MORTGAGE AGREEMENT

This agreement hereby verifies that the Baffin Bay WSC provides or is able to provide utility service under the terms and conditions of its Tariff to the property so designated in this agreement.

The Baffin Bay WSC does meet the service requirements of the Texas Commission on Environmental Quality and currently holds all authorization or certification required.

The Membership available/assigned to this property is transferable to all legally qualifying interests upon compliance with the terms and conditions of the Baffin Bay WSC's Tariff, including but not limited to completion of all required forms and applications, payment of all fees, and payment of final account balances.

The Baffin Bay WSC shall notify any Loan/Membership guarantor and/or mortgagee by certified mail at least thirty (30) days prior to Membership/Service termination and guarantor/mortgagee hereby guarantees payment of any account balances required to prevent termination of Membership by the Baffin Bay WSC.

A guarantor and/or mortgagee shall qualify as a bona fide lien-holder to the Membership by providing a Deed of Trust*, to be hereto affixed, for the real property in question and designated below which clearly defines the guarantor and/or mortgagee as the lien-holder of the Membership and the real property for which Membership was issued. Baffin Bay WSC shall notify the entity so designated in the Deed of Trust*.

Legal Description of Pro		
	Mortgagee (Lien-Holder)	-
	Guarantor (If Applicable)	-
	Baffin Bay WSC Representative	-
	Date	-

**Note:** * Please attach Deed of Trust or other proof of ownership for permanent record.

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### BAFFIN BAY WATER SUPPLY CORPORATION METER TEST AUTHORIZATION AND TEST REPORT

NAME:	
ADDRESS:	
DATE OF REQUEST:	PHONE NUMBER (DAY):
	METER SERIAL NUMBER:
Works Association's standard AWWA acceptable performar shipping charges, along with of Member is required to pay for said charges shall be applied t	ember shall be conducted in accordance with the American Water s and be performed by an outside tester. If the results indicate an ace, the member agrees to pay current pricing for the test plus charges for any outstanding water utility service. In the event that the the test and for outstanding water utility service as set forth herein, the next billing sent to the Member after the date of the test. of meter testing, the Member shall pay a charge that is equal to an months billing.
	Signed by Member
	TEST RESULTS
Test conducted by	<u>.                                    </u>
Test results from outside teste	er (Sensus Meters): Results Attached
Approved	<u> </u>

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

#### SAMPLE

#### BAFFIN BAY WSC NOTICE TO OWNER OF RENTAL PROPERTY

You are hereby given notice that your renter/lessee is past due on your account with the Baffin Bay Water Supply Corporation. The renter/lessee has been sent a second and final notice, a copy of which is enclosed herein, and the utility service will be scheduled for disconnection unless the bill is paid by the final due date. If disconnection occurs, the Corporation's policies under the terms and conditions of its Tariff shall govern restoration of disconnected service. Any unpaid bills, service fees, or reconnect fees (service trip fees) are chargeable to the owner. If you have any questions concerning the status of this account, please do not hesitate to call.

	BAFFIN BAY WSC MANAGEMENT
	Date
Amount Due Including Service Charges	
Final Due Date	

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

## NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION AND SERVICE EXTENSION POLICY OF BAFFIN BAY WATER SUPPLY CORPORATION

Pursuant to Chapter 13.2502 of the Texas Water Code, Baffin Bay Water Supply Corporation hereby gives notice that any person who subdivides land by dividing any lot, tract, or parcel of land, within the service area of Baffin Bay Water Supply Corporation/Special Utility District, Certificate of Convenience and Necessity No.11016, in Kleberg County, into two or more lots or sites for the purpose of sale or development, whether immediate or future, including re-subdivision of land for which a plat has been filed and recorded or requests more than two water or sewer service connections on a single contiguous tract of land must comply with the subdivision/development service extension policy stated in the section of the Baffin Bay Water Supply Corporation's tariff policy titled "Non-Standard Service Requirements".

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

Applicable elements of the Subdivision include:

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

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

Payment of fees for reserving water supply;

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

Payment of costs of any improvements to Baffin Bay Water Supply Corporation's system that are necessary to provide the water service;

Construction according to design approved by Baffin Bay Water Supply Corporation and dedication by the developer of water facilities within the subdivision following inspection.

Baffin Bay Water Supply Corporation's tariff and a map showing Baffin Bay Water Supply Corporation's service area may be reviewed at Baffin Bay Water Supply Corporation's offices, at 870 E FM 772, Riviera, Texas 78379. The tariff/policy and service area map also are filed of record at the Texas Commission on Environmental Quality in Austin, Texas and may be reviewed by contacting the PUC, Central Records at 512-936-7180 for assistance.

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

Am

### BAFFIN BAY WSC NOTICE OF RETURNED CHECK OR RETURNED AUTO DRAFTED PAYMENT

DATE:			
то:			
has been returned to us by w	ed payment in the amour our bank. Please replace the h, money order, or certified vater service at:	payment with	in ten (10) days irom ur
Address of Service			
Account #			
2.	Original amount billed Late fees Returned check/ACH fee TOTAL DUE	\$ \$ \$	
If you have any questions, p	lease contact Baffin Bay Wat	er Supply Corp	oration management at
	<del>.</del>		
Corporation Official Baffin Bay Water Supply C	orporation		

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

Baffin Bay WSC Leak Adjustment Request Form Water Account # Name: Mailing Address: Service Address: Telephone Number: Email Address: Approximate Date of Leak Discovery: Location of Leak: Date Leak Was Repaired: Photos of Leak and Repairs Attached: YES NO Description of Leak: Description of Repairs: (If necessary, write on the back of this form.) **Please attach copies of the receipts/documents related to services and materials needed for this repair. By signing, I hereto do affirm that the above statements are true and correct. If any information is found to be false and/or misleading, the leak adjustment may be denied and /or any credit adjustment posted to my account as a result of the approval of this request, may be forfeited During the leak adjustment process, the account must remain in good standing with account balances paid in according with the BBWSC Unavoidable Leak Adjustment Policy guidelines. Date Signature of account owner OFFICE USE ONLY APPROVED DATE RECEIVED: AMOUNT OF CREDIT: BILLING PERIOD: _____ □ DENIED REASON: COMPLETED BY: DATE: _____ APPROVED BY:

All

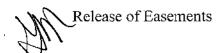
## BAFFIN BAY WATER SUPPLY CORPORATION REQUEST FOR SERVICE DISCONTINUANCE

I/Business Name,	, hereby request
	located at
	ly Corporation service. I understand that if I should
	reapply for service as a new member, and I may have
	provisions in the current copy of the Water Supply
Corporation Tariff.	
Charges for water service will termina	te when this signed statement is received by the
Baffin Bay WSC office.	
If applicable, I further represent to the	Corporation that my spouse joins me in this request,
and I am authorized to execute this Request for	or Service Discontinuance on behalf of my spouse as a
joint owner of the aforementioned property.	
FOR COMMERCIAL ACCOUNT PURPO	OSES:
I further represent to the Corporation	that I am the duly authorized representative of
and ha	ave full authority to execute this Request for Service
Discontinuance on behalf of said business.	
	Signature of Customer
	Date of Signature

If you wish to file a Civil Rights program complaint of discrimination, complete the USDA Program Discrimination Complaint Form, found online at http://www.ascr.usda.gov/complaint_filing_cust.html, or at any USDA office, or call (866) 632-9992 to request the form. You may also write a letter containing all of the information requested in the form. Send your completed complaint form or letter to us by mail at U.S. Department of Agriculture, Director, Office of Adjudication, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, by fax (202) 690-7442, or email at program.intake@usda.gov.

Mil

### EASEMENT DENIAL LETTER AND AFFIDAVIT



### ACKNOWLEDGEMENT OF REFUSAL

I,	, hereby refuse to provide the	easement requested by
Baffin Bay Water Supply Corporatio	n for authority to construct/opera	ate a water distribution
system across my property.		
	AFFIDAVIT	
	AFFIDAVII	
Being duly sworn upon my oath, I he	ereby certify that this is a true co	py of the document and
attached easement sent by certified n	nail to and a signed receipt verifying d	elivery and acceptance
is attached to this Affidavit [ALTER verify delivery is attached to this Affithe records of Baffin Bay Water Sup or signed Acknowledgement of Refureceipt by	NATIVE: and the return noting a fidavit]. This Affidavit will be m ply Corporation. I further certify usal was not received within thirt	refusal to accept or aintained as a part of that a signed easement y days following
has provided	a current estimate of	the cost (copy
attached) for replacing/constructing	the water distribution system wil	hin the requested
easement (which cost may increase i	n the future).	
Baffin Bay WSC Authorized Repres	entative	
Date:		
THE STATE OF TEXAS		
COUNTY OF		
THIS INSTRUMENT was acknowled	edged before me on	, 20,
by	·	
(SEAL)		
(~~~)	Notary Public,  My Commission Expires:	_ County, Texas
	My Commission Expires:	

### RELEASE OF EASEMENT

STATE OF TEXAS	§ §	KNOW ALL MEN BY	THESE PRESENTS THAT:	
COUNTY OF §	-	ICHOW FIED MEN		
Chapter 67 of the Texa	s Water Cod described a (the "Easem	le ("Baffin Bay WSC" nd recorded in Volum tent"), covering the re	ON, operating under the '), is the legal and equitable, Page of eal property described in Property").	the Kleberg
and valuable consideration confessed, Baffin Bay Vittles and interests cover hereby RELEASES and Release of Easement shapes and the same of Easement shapes and the same of Easement shapes and the same of Easement shapes are same of Easement shapes and the same of Easement shapes are same of Easement shapes ar	ttion, the rec WSC hereby ring such Prod TERMINA nall in no wa	ceipt and sufficiency of RELEASES and DISCoperty held by Baffin In TES the Easement to by obligate nor require	ONE DOLLAR (\$1.00) and of which is hereby acknow CHARGES the Property from Bay WSC by virtue of the Interpretate the extent it covers the Property Baffin Bay WSC to physically pursuant to the Easement	om the rights, Easement and roperty. This ically remove
EXECUTED as	of the	_day of	, 20	
	a Texa By: Printed	l Name:		
	Title:			
STATE OF TEXAS  COUNTY OF	\$ <b>\$</b>			
This instrument by	TON, operati	ing under the authority	the day of of of Chapter 67 of the Texas	, 20, WATER Water Code,
[SEAL]		Nota	ry Public, State of Texas	

gur

#### EXHIBIT "A"

#### THE PROPERTY

After recording, return to: (owner's name and address)

Me

30 TAC §290.47(c): Sample Sanitary Control Easement Document for a Public Water Well.

#### SANITARY CONTROL EASEMENT

DATE:	, 20
GRANT	TOR(S):
GRANT	FOR'S ADDRESS:
GRANT	TEE:
GRANI	TEE'S ADDRESS:
SANITA	ARY CONTROL EASEMENT:
	Purpose, Restrictions, and Uses of Easement:
	1. The purpose of this easement is to protect the water supply of the well described and located below by means of sanitary control.
	2. The construction and operation of underground petroleum and chemical storage tanks and liquid transmission pipelines, stock pens, feedlots, dump grounds, privies, cesspools, septic tank or sewage treatment drain fields, improperly constructed water wells of any depth, and all other construction or operation that could create an insanitary condition within, upon, or across the property subject to this easement are prohibited within this easement. For the purpose of the easement, improperly constructed water wells are those wells which do not meet the surface and subsurface construction standards for a public water supply weil.
	3. The construction of tile or concrete sanitary sewers, sewer appurtenances, septic tanks, storm sewers, and cemeteries is specifically prohibited within a 50-foot radius of the water well described and located below.
	4. This easement permits the construction of homes or buildings upon the Grantor's property as long as all items in Restrictions Nos. 2 and 3 are recognized and followed.
	5. This easement permits normal farming and ranching operations, except that livestock shall not be allowed within 50 feet of the water well.
	The Grantor's property subject to this Easement is described in the documents recorded at:
	Volume, Pages of the Real Property Records of County, Texas.
Proper	ty Subject to Easement:
	All of that area within a 150-foot radius of the water well located feet at a radial of degrees from the corner of Lot, of a Subdivision of Record in Book, Page of the County Plat Records, County, Texas.
TERM	<b>:</b>
	This easement shall run with the land and shall be binding on all parties and persons claiming under the

This easement shall run with the land and shall be binding on all parties and persons claiming under the Grantor(s) for a period of two years from the date that this easement is recorded; after which time, this easement shall be automatically extended until the use of the subject water well as a source of water for public water systems ceases.

#### **ENFORCEMENT:**

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

#### INVALIDATION:

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

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

		NTOR(S)	
	2). <u>-</u>		_
	ACKNOWLI	E <u>DGMENT</u>	
STATE OF TEXAS	§ 8		
knov	vn to me to be the person	of, 20, personally app (s) whose name(s) is(are) subscrib same for the purposes and consider	bed to the foregoing
	THE	ry Public in and for STATE OF TEXAS Commission Expires:	
	Туре	d or Printed Name of Notary	_
Decorded in	Counthouse	Toyas on	20

Day

## BAFFIN BAY WATER SUPPLY CORPORATION EQUIPMENT AND LINE DEDICATION AGREEMENT

I,(Transferor - Na the Baffin Bay Water Supply Corporation's Develor Policy, do hereby dedicate, transfer and assign to the privileges to and ownership of said equipment and and or line(s) being described in the Non-Standard and the Non-Standard Service Contract of further described as follows: (or see Attachments)	oper, Subdivis he Baffin Bay or line(s) insta Service Agree (dat	ion, and Non-Standard Water Supply Corpor alled as a condition of ement between the Co  (e) including any amend	d Service Requirements ration all rights and service this equipment orporation and Transferor dments thereto and being
The Baffin Bay Water Supply Corporation the equipment and or line(s) as previously describe shall hold harmless, any costs for repairs or maintenance of said equipment and repairs as per the Non-Standard Service Control	through its de ed on the (name ment and or lin ract/Agreemen	day of, 20 e of person, entity etc.] ne(s), notwithstanding it.	<ul><li>0 The Corporation</li><li>) from this day forward any warranty or bond for</li></ul>
This agreement entered into on the da	iy orr	it the year oft	y.
Baffin Bay Water Supply Corporation	Transferor S	Signature	
Signed by Corporation Representative	Address		_
Address	City	Zip	_
City Zip			
THE STATE OF TEXAS, COUNTY OF  IN WITNESS WHEREOF the said Transferor and instrument this day of BEFORE ME, the undersigned, a Notary Public in personally appeared and names are subscribed to the foregoing instrument, for the purpose and consideration therein expressed GIVEN UNDER MY HAND AND SEAL OF OF	, 20 and for said ( and acknowled	County and State of Teknown to me to defect to me that he/she	exas, on this day be the persons whose e/they executed the same
Signature of Notary Public:			

me

## BAFFIN BAY WATER SUPPLY CORPORATION TERMINATION NOTICE

IU;			

ACCOUNT NUMBER:

DATE:

TO

#### DATE OF SCHEDULED TERMINATION:

You are hereby advised that the delinquent status of your account is jeopardizing your Membership with the Corporation. If our office does not receive payment within ten days of the date of this notice, your utility service will be terminated. To regain service after termination, you must re-apply for a new Membership and pay all costs applicable to purchasing a new Membership under the terms of the Corporation's Tariff. If you have no intentions of retaining our service, make sure the service line is capped. We will not cap your line for you, but will remove the meter regardless of the circumstances.

BAFFIN BAY WATER SUPPLY MANAGEMENT

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