

NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION AND SERVICE EXTENSION POLICY OF PRUITT SAND FLAT WATER SUPPLY CORPORATION

Pursuant to Chapter 13.2502 of the Texas Water Code, Pruitt Sand Flat 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 Pruitt Sand Flat Water Supply Corporation, Certificate of Convenience and Necessity No. 10746, in Van Zandt 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 service connections on a single contiguous tract of land must comply with the Subdivision Policy contained in Pruitt Sand Flat Water Supply Corporation's Tariff.

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

Applicable elements of the Subdivision Policy include:

- Evaluation by Pruitt Sand Flat Water Supply Corporation of the impact a proposed subdivision service extension will make on Pruitt Sand Flat Water Supply Corporation's water 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 capacity.

- Forfeiture of reserved water supply service capacity for failure to pay applicable fees.

- Payment of costs of any improvements to Pruitt Sand Flat Water Supply Corporation's system that are necessary to provide the water service.

- Construction according to design approved by Pruitt Sand Flat Water Supply Corporation and dedication by the developer of water facilities within the subdivision following inspection.

Pruitt Sand Flat Water Supply Corporation's Tariff and a map showing Pruitt Sand Flat Water Supply Corporation's service area may be reviewed at Pruitt Sand Flat Water Supply Corporation's office, at 4533 FM 857 Grand Saline, Texas 75140. The Tariff/policy and service area map also are filed of record at the Public Utility Commission in Austin, Texas and may be reviewed by contacting the PUC, Central Records at 512-936-7180 for assistance.