NOTICE OF REQUIREMENT TO COMPLY WITH THE SUBDIVISION SERVICE EXTENSION POLICY OF TRI SPECIAL UTILITY DISTRICT

Pursuant to Texas Water Code, §13.2502, Tri Special Utility District hereby gives notice that any person who subdivides land by dividing any lot, tract, or parcel of land, within the service area of Tri Special Utility District, Certificate of Convenience and Necessity No. 10402, in Titus, Franklin, and Morris Counties, 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 Non-Standard Service Agreement (the "Subdivision Policy") contained in Tri Special Utility District's policy.

Tri Special Utility District is not required to extend retail water utility service to a service applicant in a subdivision where the developer of the subdivision has failed to comply with the Subdivision Policy.

Applicable elements of the Subdivision Policy include:

Evaluation by Tri Special Utility District of the impact a proposed subdivision service extension will make on Tri Special Utility District'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 service capacity; Forfeiture of reserved water supply service capacity for failure to pay applicable fees; Payment of costs of any improvements to Tri Special Utility District's system that are necessary to provide the water service; Construction according to design approved by Tri Special Utility District and dedication by the developer of water facilities within the subdivision following inspection.

Tri Special Utility District's policy and a map showing Tri Special Utility District's service area may be reviewed at Tri Special Utility District's offices, at 300 West 16th, Mount Pleasant, Texas; the policy and service area map also are files of record at the Public Utility Commission of Texas and at the Texas Commission on Environmental Quality and may be reviewed by contacting the TCEQ, c/o Utility Rates and Services Section, Water Supply Division, P.O. Box 13087, Austin, Texas 78711.