SERVICE RATES

<u>Section 3.01.</u> <u>Water Service Rates</u>. The following monthly rates for the sale of water shall be in effect for each Separate Connection within the District from the effective date hereof until such time as the Board of Directors amends said rates.

Single-Family Homes

Single-family homes shall be billed as follows:

| First 5,000 gallons | \$15.00 (minimum) |
|--------------------------|---------------------------|
| 5,001 to 15,000 gallons | \$ 1.50 per 1,000 gallons |
| 15,001 to 20,000 gallons | \$ 1.75 per 1,000 gallons |
| 20,001 to 25,000 gallons | \$ 2.50 per 1,000 gallons |
| 25,001 to 35,000 gallons | \$ 3.50 per 1,000 gallons |
| 35,001 to 50,000 gallons | \$ 4.50 per 1,000 gallons |
| All over 50,000 | \$ 5.50 per 1,000 gallons |

Multi Family Buildings:

<u>Single Meter</u>: Each multi-family building which is served by a single meter shall be billed for water at the same rate as a single family home.

<u>Multiple Meters</u>: If a multi-family building is served by more than one meter, then water delivered through each meter shall be billed at the same rate as a single family home.

<u>Commercial</u>: Each business unit occupied by a separate business, including separate establishments within a single building, shall be deemed to be a single-family home for purpose of water service.

<u>Clubs</u>: Each club shall be deemed to be a single family home for purpose of water service.

<u>Incorporated Community Improvement/Homeowners Associations</u>: Each incorporated community improvement/homeowners associations shall be billed \$1.00 per 1,000 gallons of water used.

<u>Section 3.02.</u> <u>Sewer Service Rates</u>. The following monthly rates for the collection and disposal of sewage shall be in effect for each Separate Connection within the District from the effective date hereof until such time as the Board amends said rates:

Single-Family Homes: \$45.00 per month (flat rate)

<u>Multi-Family Building</u>: Each rental unit or purchased living unit in a multi-family building shall be considered one unit, and each multi-family building shall be billed at a flat rate of \$17.50 per month per unit.

<u>Commercial Buildings, Including Clubs</u>: Each urinal and each commode shall be considered one unit, and a commercial building shall be billed for sewer service at a flat rate of \$17.50 per unit.

Section 3.03. TCEQ Regulatory Assessment. Pursuant to Section 5.35 Texas Water Code, as amended, and 30 T.A.C. 291.76, the District shall pay by January 31 of each year a regulatory assessment to the Texas Natural Resource Conservation Commission in the amount required by law based on the total charges for retail water and sewer service collected from its retail customers in the prior twelve months.